

MMS/D08

Management of Financial Institutions

Paper: FM-306

Time: Three Hours]

[Maximum Marks: 70

Note :- Attempt any FIVE questions. All questions carry equal marks.

1. Write short answers of the following questions:
 - (a) Define Repo rate.
 - (b) Explain Capital Adequacy Ratio.
 - (c) Write short notes on close end funds.
 - (d) What is participatory note?
 - (e) Write short notes on Treasury bills.
 - (t) Define Open Market operations.
 - (g) Explain Investment Banking. 14
2. What do you mean by term structure of Interest rate? Distinguish between the Classical Theory and Loanable Fund Theory. 14
3. Explain the following:
 - (a) Quantitative Control of Credit by RBI. 7
 - (b) Direct Credit Control by RBI. 7
4. "Investing in securities through Mutual Funds is a better choice than Direct Investment". Examine the statement. 14
5. Explain the Working and Performance of Development Financial Institutions in India. 14
6. Explain financial system. Discuss various components of a Developed Financial system. 14
7. Discuss the nature and scope of Insurance. What is the rational for opening up of the Insurance sector to private sector in India? 14
8. Write short notes on :
 - (a) Problems of Time and Cost Over Runs. 7
 - (b) Thrift Institutions. 7