

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2023  
(Second Semester)

Branch – COMMERCE (FINANCIAL SYSTEM)

**INDIAN FINANCIAL SYSTEM**

Time: Three Hours

Maximum: 50 Marks

**SECTION-A (5 Marks)**

Answer ALL questions

ALL questions carry EQUAL marks (5 x 1 = 5)

- 1 Financial Institutions provide linkage between  
(i) Government and People (ii) Savers and Borrowers  
(iii) Business houses and Customers (iv) Employer and employee
- 2 Which of the following is the instruments of Money Market?  
(i) Promissory Note (ii) Cheque  
(iii) Stamp (iv) Bill of Exchange
- 3 Money lent for more than 14 days is  
(i) Call money (ii) Loan money  
(iii) Notice money (iv) Term money
- 4 Financial service companies exclude which of the following?  
(i) Commercial banks (ii) Insurance Companies  
(iii) Crepitating agencies (iv) Sole properitorship
- 5 NBFC are registered under which of the following act?  
(i) Companies Act (ii) RBI Act  
(iii) SEBI Act (iv) Government of India Act

**SECTION - B (15 Marks)**

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 3 = 15)

- 6 a What are the functions of Financial Markets?  
OR  
b Discuss Briefly the Financial intermediaries?
- 7 a What are the financial instruments?  
OR  
b Discuss a brief note on Global Financial Markets.
- 8 a What are the functions of Indegenious Banks.  
OR  
b Enumerate the functions of Commercial Bank.
- 9 a List out the Characteristics of Financial Services.  
OR  
b Discuss any two problems of Financial Services.

Cont...

- 10 a What are NBFC entities?  
OR  
b Write a brief note on regulatory framework of NBFC.

**SECTION -C (30 Marks)**

Answer ALL questions

ALL questions carry EQUAL Marks

(5 x 6 = 30)

- 11 a Give an outline of Indian Financial System.  
OR  
b Enumerate the role of Indian financial system in Economic development.
- 12 a Distinguish between Primary Market and Secondary Market.  
OR  
b Discuss the constituents of Financial Markets.
- 13 a Explain the different Central banking functions.  
OR  
b Discuss the growth of Financial Institutions in India.
- 14 a Elucidate the concept of Financial Services market.  
OR  
b Who are Money lenders and explain the features of Money lenders.
- 15 a Explain the structure of NBFC.  
OR  
b Discuss the RBI measures of regulating NBFC.

Z-Z-Z

END