

**PSG COLLEGE OF ARTS & SCIENCE**  
(AUTONOMOUS)

**BCom DEGREE EXAMINATION MAY 2025**  
(Sixth Semester)

Branch – **COMMERCE (FINANCIAL SYSTEM)**

**MAJOR ELECTIVE COURSE – II : PRINCIPLES OF SUSTAINABLE FINANCE**

Time: Three Hours

Maximum: 50 Marks

**SECTION-A (5 Marks)**

Answer **ALL** questions

**ALL** questions carry **EQUAL** marks

(5 x 1 = 5)

- 1 What is Sustainable Finance?
  - (i) Investment in high risk stocks
  - (ii) Financing that considers environmental and social impacts
  - (iii) Loans without collateral
  - (iv) Short term profit maximization
- 2 Entities that ensure the smooth and efficient settlement of trades is known as
  - (i) Regulators
  - (ii) Market Makers
  - (iii) Brokers
  - (iv) Clearing Corporations
- 3 Green Bonds are issued to raise money for which of the following projects?
  - (i) Climate Change
  - (ii) Renewable Energy
  - (iii) Waste Management
  - (iv) All the above
- 4 What is the expansion of 'ESG' ?
  - (i) Environmental, Social and Governance
  - (ii) Environmental, Society and Government
  - (iii) Environmental Sustainable Governance
  - (iv) None of the above
- 5 What is 'CER' ?
  - (i) Carbon Emission Reduction
  - (ii) Certified Emission Reduction Credit
  - (iii) Concept of Environmental Reporting
  - (iv) None of the above

**SECTION - B (15 Marks)**

Answer **ALL** Questions

**ALL** Questions Carry **EQUAL** Marks

(5 x 3 = 15)

- 6 a. Define Sustainable Finance and State why does it matter?  
OR  
b. State the Stages of Sustainability.
- 7 a. State any three participants for Sustainable Finance Market.  
OR  
b. Explain the Regulation for Sustainable Finance Market.
- 8 a. Outline the new forms of Lending.  
OR  
b. Summarize the Role of Insurance in Sustainable Finance.
- 9 a. Bring out the benefits of using EGS Indices.  
OR  
b. Describe Why Environmental Audit is Important?
- 10 a. Explain CER.  
OR  
b. Explain ERC.

Cont...

**SECTION -C (30 Marks)**

Answer any **Three** questions

**ALL** questions carry **EQUAL** Marks

(3 x 10 = 30)

11. Discuss the various challenges to integration of Sustainability into Finance.
12. Enumerate the five Pillars of Sustainable Finance Concept.
13. Highlight the eligibility criteria for projects to be financed by Green Bonds and Green Loans.
14. Examine the Elements of Environmental Reporting in Sustainable Finance.
15. Enumerate the Positive Impacts of Climate Change.

Z-Z-Z

END