

**SECTION - B (35 Marks)**

Answer **ALL** Questions

**ALL** Questions Carry **EQUAL** Marks (5 x 7 = 35)

- 11 a Briefly explain the Characteristics of Financial Services.  
OR  
b What are the recent trends in Indian Financial Sector? Explain.
- 12 a Explain the different types of Mutual funds in India.  
OR  
b List out the Components of Venture Capital.
- 13 a Briefly explain the Functions of Merchant Bank.  
OR  
b What are the Benefits of Factoring? Explain.
- 14 a Explain the Functions of Investment Banking.  
OR  
b Briefly explain the Objectives of Credit Rating.
- 15 a What are the Code of Conduct for Stock Brokers? Explain.  
OR  
b Explain the Responsibilities of Custodial Services.

**SECTION - C (30 Marks)**

Answer any **THREE** Questions

**ALL** Questions Carry **EQUAL** Marks (3 x 10 = 30)

- 16 Describe Classifications of Financial Environment.
- 17 Explain the Advantages and Disadvantages of Mutual Funds in India.
- 18 Discuss the Obligations and Responsibilities of Merchant Bankers.
- 19 Enumerate the Classifications of Credit Rating.
- 20 Describe the Functions of Stock Brokers.

Z-Z-Z

END

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2022  
(Fifth Semester)

Branch – COMMERCE (PROFESSIONAL ACCOUNTING)

**DISCIPLINE SPECIFIC ELECTIVE-I: FINANCIAL MARKETS**

Time: Three Hours

Maximum: 75 Marks

**SECTION-A (10 Marks)**

Answer ALL questions

ALL questions carry EQUAL marks (10 x 1 = 10)

- 1 Financial market consists of \_\_\_\_\_.  
(i) Capital and money market (ii) Foreign exchange market  
(iii) Government securities market (iv) All the above
- 2 Financial system consists of \_\_\_\_\_.  
(i) Financial Institution (ii) Financial services  
(iii) Market Information (iv) Credit syndication
- 3 What does consumer price index calculate?  
(i) Price of Services only (ii) Price of Goods only  
(iii) Price of both Goods and Services (iv) None of the above
- 4 Who releases the figures of the wholesale price index?  
(i) Ministry of Commerce and Industry  
(ii) Ministry of Finance  
(iii) Ministry of Home Affairs  
(iv) Ministry of Statistics & Programme Implementation
- 5 A Mutual Fund is a corporate body that attracts savings, which are then invested in \_\_\_\_\_.  
(i) Money Market (ii) Capital Market  
(iii) Debt Market (iv) Real Estate
- 6 Primary market refers to the Sale of Shares directly by the \_\_\_\_\_.  
(i) Company (ii) Customer  
(iii) SEBI (iv) Government
- 7 What happens when CRR is increased?  
(i) It decreases money supply (ii) It increases demand of money  
(iii) It decreases inflation (iv) All the above
- 8 What do we call the rate at which the Reserve Bank of India lends money to commercial banks?  
(i) Repo Rate (ii) CRR  
(iii) SLR (iv) Reverse Repo Rate
- 9 A \_\_\_\_\_ market is a market that trades in the primary economic sector rather than manufactured products such as fruit and sugar  
(i) Cash (ii) Share  
(iii) Commodity (iv) Banking
- 10 The Hire purchase finance companies come under \_\_\_\_\_.  
(i) BFC<sub>3</sub> (ii) NBF<sub>3</sub>  
(iii) NBFC<sub>3</sub> (iv) NFC<sub>3</sub>

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