

**PSG COLLEGE OF ARTS & SCIENCE**  
(AUTONOMOUS)  
**BCom DEGREE EXAMINATION MAY 2019**  
(Third Semester)

**Branch- COMMERCE (FINANCIAL SYSTEM)**

**INDIAN FINANCIAL MARKETS**

Time : Three Hours

Maximum : 75 Marks

**SECTION-A (20 Marks!)**

Answer **ALL** questions

**ALL** questions carry **EQUAL** marks (10 x 2 = 20)

- 1 What is financial intermediaries?
- 2 What is Financial rates of return?
- 3 What do you mean by Foreign Exchange Market?
- 4 What is CHIPS?
- 5 What is a call money market?
- 6 What do you know about Certificate of deposit?
- 7 What is listing of securities?
- 8 Who are Floor brokers?
- 9 What is a debt instruments?
- 10 What is private placement?

**SECTION - B (25 Marks!)**

Answer **ALL** Questions

**ALL** Questions Carry **EQUAL** Marks (5 x 5 = 25)

- 11 a Enlist the classification of Financial assets.  
OR  
b List out the weaknesses of Indian financial system.
- 12 a What are the functions of Capital market.  
OR  
b State the features of a foreign exchange market.
- 13 a Bring out the features of a money market.  
OR  
b What are the merits of a Treasury bills?
- 14 a How to the Government Securities transactions Settle?  
OR  
b What is the role of the clearing corporation of India limited?
- 15 a What is the difference between a Debentures and bonds?  
OR  
b What are the risk with regard to debt securities?

**SECTION - C (30 Marks)**

Answer any **THREE** Questions

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

- 16 Discuss the role of the financial system in the economic development of a country.
- 17 Describe the regulation of Indian capital market in detail.
- 18 What steps have been taken in recent years to make the Indian money market a developed one?
- 19 Write advantages of investing in Government securities.