

INDIAN FINANCIAL MARKETS

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks (10x2 = 20)

- 1 What is meant by a financial asset ?
- 2 Write any two characteristic feature of financial instrument.
- 3 What is the three-tiered structure of Indian Foreign Exchange Market?
- 4 What are the broad functions of a new issuemarket?
- 5 What is a commercial paper?
- 6 Name the main sub markets of a market.
- 7 What is meant by REPO?
- 8 What are the methods of trading in Government securities?
- 9 What is Rights issue?
- 10 Name any three credit rating agencies in India.

SECTION - B (25 Marks)

Answer **ALL** Questions

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

- 11 a List out the weakness of Indian Financial System.
OR
b Classify the functioning of Financial intermediaries in India.
- 12 a Briefly enumerate the functions of Stock Exchange.
OR
b Differentiate between Shares and Debentures.
- 13 a Bring out the features of Money Market.
OR
b What are the merits of treasury bill market?
- 14 a Explain the characteristics of Gilt edged securities market.
OR
b What advantages can an investor in Government securities enjoy?
- 15 a Briefly explain the limitations of Credit rating.
OR
b Explain the types of Investors.

SECTION - C (30 Marks)

Answer any **THREE** Questions

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

- 16 How is the financial market in India classified? Briefly explain its features.
- 17 Explain in detail the role of SEBI in Indian Capital Market.
- 18 What are the initiatives taken by the government in recent years to develop Indian Money Market?
- 19 What are Government Securities? How are they issued? Write a note on Secondary market for these securities.
- 20 Discuss the organization and working of CRISIL.