

END TERM EXAMINATION

THIRD SEMESTER [BCOM(HONS)] JANUARY-FEBRUARY 2023

Paper Code: BCOM207

Subject: Financial Markets and Institutions

Time: 3 Hours

Maximum Marks: 75

Note: Attempt five questions in all including Q.No.1 which is compulsory.

- Q1 Write short notes on **any five** of the following: (3x5=15)
- Non-performing assets and their impact
 - Microfinance and its significance in India
 - Investor protection measures by SEBI ✓
 - Non-banking Finance Companies (NBFC) and their importance ✓
 - Derivatives in the Indian capital market
 - Small saving schemes by the Government of India
 - Basel norms and the pillars
- Q2 What are the types of financial markets? What are their functions? Elaborate with reference to their role in economic development. (15)
- Q3 RBI is the regulator of the financial markets in India. What are its responsibilities? Explain the role of a central bank in the Indian economy in light of the recent developments. (15)
- Q4 Explain in detail the role of commercial banks in long-term project financing in India. (15)
- Q5 Explain the tools and instruments used by the RBI in managing the monetary policy for controlling inflation. (15)
- Q6 Write short notes on **any two**: (7.5x2=15)
- Secondary capital markets ✓
 - Insolvency and Bankruptcy Code 2016
 - Housing finance institutions ✓
 - Investment banks
- Q7 What is a stock exchange and its essential functions? How does the stock market act as the barometer of the economy? (15)
- Q8 Financial institutions are intermediaries for the smooth functioning of the economy. Elaborate on this in reference to their types and functions. What is their role in economic development? (15)
