

Q1) (a) Filling in the blank any 8

1. New issue
2. SEBI
3. 1949
4. companies Act 2013
5. Finance corporations
6. overdraft
7. money market
8. stock market
9. Balanced fund
10. diversification

Q1 (B) State whether the statements is True or False any 7

1. true
2. true
3. false
4. False
5. false
6. true
7. true
8. True
9. false
10. true

Q2) (a) what are types of financial services

(8)

Ans. Types of Financial service

- Bank
- Insurance
- Mutual funds
- Merchant banking
- Venture capital
- Factoring
- Forfeiting

Q2) (b) what are functions of financial system

(7)

Ans:- Function of financial system

- Savings function
- Wealth function
- Liquidity function
- Transferring resource across time and space
- Economic development
- Payment function
- Risk function

Q2 (a) What are the advantages and disadvantages of Microfinance (8)

Ans :- Advantages

- Employment generation
- Fill a needed gap
- Stability
- Contribute to the growth

Disadvantages

- Lack of ability to repay
- Geographically dispersed
- Hyper inflation
- Not focused

Q2 (b) What is commercial banks and its functions (7)

Ans:- Meaning of commercial banks

Function of commercial bank

- Accepting deposit
- Advancing loans
- Credit creation
- Agency service
- General utility service

Q3) (a) Elaborate money markets and its instruments (8)

Ans:- Meaning of money market

Instruments of money market

- Call money
- T- bills
- Commercial bill market
- Repo transaction
- Certificate of deposits
- Commercial papers (CPs)

Q3) (b) what are the various role of capital market (7)

Ans:- Role of capital market

- Mobilization of saving
- Capital formation
- Economic development
- Promotion of stock market
- Foreign capital
- Economic welfare

- Innovation

Q3) (a) who are the participants in derivatives market (7)

Ans:-

- Hedgers
- Speculators
- Arbitrageurs

Q3) (a) what are the various types of mutual fund (8)

Ans:-

- Open ended
- Close ended
- Interval
- Growth funds
- Income funds
- Balanced funds
- Tax saving funds

Q4) (a) what are the procedure to obtain life insurance policy (7)

Ans:- procedure of life insurance

- Submission of proposal
- Submission of agent's report
- Medical check up report
- Certificate of age
- Scrutiny of document
- Acceptance of the proposal
- Payment of first premium

Q4) (b) state various microfinance models in india any 2 (8)

Ans:- microfinance model

- Grameen bank model
- SHG (self help group)
- Co-operative model
- ROSCAS model

Or

Q4)(a) What are various dimension of well-functioning financial systems (8)

Ans:-

1. Strong legal and regulatory environment
2. Stable money
3. Sound public finances and public debt management
4. Central Bank

5. Sound banking system
6. Information system
7. Well- functioning securities market

Q4)(b) What are strategies for dealing with conflict (7)

Ans:-

1. Compete or Fight
2. Collaboration
3. Compromise or Negotiation
4. Denial or avoidance
5. Smoothing Over the problem

Q5) (a) what is BOLT and its function (8)

Ans:- meaning of BOLT

- Maintain active trading
- Fixation of prices
- Ensures safe and fair dealing
- Aids in financing the industry
- Dissemination of information
- Performance induced
- Self- regulating organization

Q5) (b) what are the feature of Forward contracts (7)

Ans:- features

- Bilateral contract
- Counter party risk
- Unique
- Compulsory settlement
- Standardized
- Trading

Or

Q5) Short notes any 3 (15)

1. National stock exchange
2. Gold ETF
3. MCX
4. Global depository receipt (GDRs)
5. Industrial finance corporation of India (IFCI)

