

Reg. No .....

Name .....

23U636

**B. A DEGREE END SEMESTER EXAMINATION : MARCH 2023**

**SEMESTER 6 : ECONOMICS**

**COURSE : 19U6CRECO13: MONEY AND FINANCIAL SYSTEM**

*(For Regular - 2020 Admission and Supplementary - 2019 Admission)*

Time : Three Hours

Max. Marks: 75

**PART A**

**Answer All (1 mark each)**

1. What is meant by monetary base?
2. Define high powered money
3. List out the major institutions in the money market
4. Define Banker's Acceptance
5. What is meant by private placement?
6. What are convertible preference shares?
7. What is meant by an ETF?
8. Define NBFIs
9. Define a venture capital fund
10. What is meant by online trading?

**(1 x 10 = 10)**

**PART B**

**Answer any 8 (2 marks each)**

11. What is near money? List out some examples.
12. What is meant by money multiplier?
13. Write a short note on money market mutual funds
14. Distinguish between money market and capital market
15. Define depository receipts with examples
16. Distinguish between IPO and FPO
17. Distinguish between primary market and secondary market
18. What is the difference between a provident fund and pension fund?
19. What is Over-The-Counter Exchange of India?
20. List out some benefits of credit rating

**(2 x 8 = 16)**

**PART C**

**Answer any 5 (5 marks each)**

21. Explain the role and importance of money in an economy
22. What are the main reasons for the underdevelopment of Indian money market
23. Write a short note on the features of Indian money market
24. What are the features of equity shares?
25. Explain the different types of derivative contracts
26. Comment on the pros and cons of venture capital funds.
27. Write a short note on major credit rating agencies in India

**(5 x 5 = 25)**

**PART D**

**Answer any 2 (12 marks each)**

28. Explain the various concepts of money. What are the monetary aggregates recognised by the Reserve Bank of India?
29. Examine the major objectives and functions of Discount Finance House of India. What are its limitations?
30. What are the functions of new issue market? Discuss the role and functions of various intermediaries in the new issue market.
31. Compare and contrast the role and functions of mutual funds and venture capital funds in India.

**(12 x 2 = 24)**