25U638

B. A. DEGREE END SEMESTER EXAMINATION - MARCH 2025

SEMESTER 6 : ECONOMICS

COURSE : 19U6CRECO13 : MONEY AND FINANCIAL SYSTEM

(For Regular 2022 Admission and Supplementary 2021/2020/2019 Admissions)

Time : Three Hours

Max. Marks: 75

PART A

Answer All (1 mark each)

- 1. What is meant by corporate bond?
- 2. What is online trading?
- 3. What is SEBI?
- 4. Define private placement.
- 5. Define insurance.
- 6. Define derivatives.
- 7. What are convertible preference shares?
- 8. Define financial institutions.
- 9. Define Banker's Acceptance.
- 10. What is meant by near money assets?

 $(1 \times 10 = 10)$

PART B

Answer any 8 (2 marks each)

- 11. What is the role of money as a standard of deferred payments?
- 12. Define depository receipts with examples.
- 13. Distinguish between narrow money and broad money.
- 14. Distinguish between repo rate and reverse repo rate.
- 15. Write a short note on CRISIL.
- 16. Write a short note on provident funds.
- 17. What is Over-The-Counter Exchange of India?
- 18. Distinguish between primary market and secondary market.
- 19. What are the limitations of DFHI?
- 20. Distinguish between IPO and FPO.

(2 x 8 = 16)

PART C

Answer any 5 (5 marks each)

- 21. What is the role of RBI in Indian Money Market?
- 22. Write a note on the functions of depositories in India.
- 23. Comment on the functions of insurance companies.
- 24. Explain the structure and composition of Indian money market.
- 25. What are mutual funds? Why do people buy mutual funds?
- 26. What are the advantages of equity shares?
- 27. Explain the static and dynamic functions of money.

(5 x 5 = 25)

PART D Answer any 2 (12 marks each)

- 28. Examine the major objectives and functions of Discount Finance House of India. What are its limitations?
- 29. What are the functions of new issue market? Discuss the role and functions of various intermediaries in the new issue market.
- 30. Examine the role and functions of major credit rating agencies in India.
- 31. Explain the role and functions of financial markets. Comment on the classification of Indian financial markets.

(12 x 2 = 24)