

B. A. DEGREE END SEMESTER EXAMINATION OCTOBER/NOVEMBER 2018**SEMESTER –5: ECONOMICS (CORE COURSE)****COURSE: 15U5CRECO10: ECONOMICS OF FINANCIAL MARKETS***(Common for Regular 2016 admission & Supplementary 2015 admission)*

Time: Three Hours

Max. Marks: 75

PART A (Define the following)*Answer **all** questions in one or two sentences. Each question carries **1** mark.*

1. Primary security.
2. Mutual fund.
3. Call money.
4. Money market.
5. Forward rate.
6. Bond.
7. ESOP.
8. FII's.
9. NASDAQ.
10. Currency swap.

(1 × 10 =10)**PART B***Answer **any eight** of the following in three or four sentences.**Each question carries **2** marks*

11. Distinguish between primary security and secondary security.
12. Discuss the process of transmutation.
13. What are hire-purchase finance companies?
14. Give a short description of DFHI.
15. Highlight two major functions of money market.
16. What are Blue chip shares?
17. What are the salient features of equity shares?
18. What is SENSEX?
19. Define risk-return trade off.
20. Write a note on ETF?

(2 × 8 =16)**PART C***Answer **any five** of the following not exceeding one page*

21. Elucidate the structure of commercial banking in India.
22. Write a note on LIC.
23. Examine features and functions of money market.

24. Describe the features of Treasury bills money market
25. Which are the different methods of new issue?
26. Write short notes on CRISIL.
27. Which are the major institutions rendering depository services in India? (5 × 5 = 25)

PART D

*Answer **any two** of the following in not exceeding four pages.*

*Each question carries **12** marks*

28. Discuss the relevance of credit rating and briefly explain the main credit rating institutions in India.
29. Examine the different money market instruments.
30. Write notes on stock exchanges in India. Highlight the features of BSE and NSE.
31. Examine the structure of capital market. (12 × 2 = 24)
