

**2018**

**M. Com.**

**1<sup>st</sup> Semester Examination**

**FINANCIAL INSTITUTIONS AND MARKETS**

**PAPER – COM – 104**

*Full Marks : 50*

*Time : 2 Hours*

*The figures in the right-hand margin indicate full marks.*

*Candidates are required to give their answers in their own words  
as far as practicable.*

**UNIT – I**

**1. Answer any two questions of the following: 2 X 2**

- (a) Mention two important functions of formal financial system.
- (b) State the objective of development financial institutions in India.
- (c) What do you mean by priority sector lending?
- (d) What do you understand by Non-Forming Assets?

**2. Answer any one questions of the following: 2 X 4**

- (a) “There is a close relationship between financial system and economic growth” Comment Critically.
- (b) Discuss the different recommendations of Narasimhan Committee(1998) on banking sector reforms.
- (c) What is RUNC ? How does it differ from other NBFCs?
- (d) Give a brief outline of the structure of a mutual fund institutions.

**3. Answer any one questions of the following: 1 X 8**

- (a) What do you mean by financial inclusion? How microfinance institutions contribute towards financial inclusion?
- (b) Discuss different types of frauds in Micro Finance?

**UNIT – II**

**4. Answer any two questions of the following: 2 X 2**

- a) Mention the Constituents of Indian Money Market.
- b) What do you understand by depository?
- c) Mention any two differences between capital market and money market.
- d) Write down the meaning of Bull and Bear in trading options.

**5. Answer any one questions of the following: 2 X 4**

- a) Explain the importance of listing of securities in an exchange.
- b) Discuss the features of Indian Capital market.
- c) Discuss the role of Brokers and Sub-brokers in Security Trading
- d) Write a short note on Dematerialization.

**6. Answer any one questions of the following: 1 X 8**

- a) i) Write a short note on book building issue related to Initial Public Offering (IPO)
- ii) Discuss the role of lead managers in IPO issue. (5 +3)
- b) i) Write a short note on green shoe option.
- ii) What are the functions of SEBI?

*(Turn over)*

*(Internal Assessment :10 marks)*