

BBA 3rd Semester (Hons.) Examination, 2020-21
BACHELOR OF BUSINESS ADMINISTRATION

Course ID: 33214

Course Code: BBA-GE-03

Course Title: Financial markets, Institution and services

Full Marks: 80

Time: 3 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.

Illustrate the answers wherever necessary.

Group – A

1. Answer all the questions:-

1 X 10 = 10

i. SEBI was established in the year-----.

- a) 1992 (b) 1988 (c) 1990 (d) 1989 (e) None of these

ii. SEBI Act was passed in -----.

- (a) 1988 (b) 1990 (c) 1991 (d) 1992 (e) None of these

iii. The regulatory body for the securities market in India is -----.

- (a) RBI (b) SEBI (c) IRDA (d) Stock exchanges (e) None of these

iv. SENSEX is the index of -----.

- (a) Bombay stock exchange
(b) National stock exchange
(c) Cochin stock exchange
(d) All of the above
(e) None of these

v. The Nifty consists of -----.

- (a) 30 stocks (b) 25 stocks (c) 50 stocks (d) 100 stocks (e) None of these

vi. ----- is the market where the existing securities of companies are traded.

- (a) Primary market
(b) Secondary market
(c) Money market
(d) Commodity market
(e) None of these

vii. All activities related to finance and organized into a system called -----.

- (a) Capital market
(b) Money market
(c) Financial system
(d) open market
(e) None of these

viii. Bonds, debentures etc. are creditor ship securities, also known as -----.

- (a) Debt capital
- (b) Capital stock
- (c) Working capital
- (d) Capital issue
- (e) None of these

ix. ----- issued by the central government or state governments are referred to as government securities.

- (a) Instruments
- (b) Securities
- (c) Bonds
- (d) Shares
- (e) None of these

x. Who controls money market?

- (a) RBI
- (b) SBI
- (c) DFHI
- (d) SIDBI
- (e) None of these

Group – B

2. Answer any TEN questions from the following.

2 x 10 = 20

- i. What is Mutual Fund?
- ii. What do you mean by Primary Market?
- iii. State two functions of Capital Market.
- iv. State two examples of instruments of debt market.
- v. What do you mean by Financial Market?
- vi. What do you mean by retail banking?
- vii. What are the major stock exchanges of India?
- viii. What do you mean by Blue Chip Company?
- ix. How Stock Exchanges mobilizes savings?
- x. What is the protective function of SEBI?
- xi. What do you mean by Core Banking Solution?
- xii. What is RTGS?
- xiii. What do you mean by NEFT?
- xiv. Who are the main participants of Secondary Market for Government Securities?
- xv. State two characteristics of Money Market in India.

Group – C

3. Answer any FOUR from the following questions.

5 X 4 = 20

- i. Write a short note on Capital market.
- ii. State the pros and cons of Mutual Fund.
- iii. Briefly state the functions of Merchant Banks.
- iv. State the components of Financial System.
- v. Discuss the objectives of SEBI.
- vi. Briefly examine need for reforms in Indian Financial System.

Group – D

4. Answer any THREE from the following questions.

10 X 3 = 30

- i. Which is the Central Bank of India? Briefly discuss the role and functions of Central Bank in India. 2 + 8
 - ii. What are Financial Institutions? Describe the functions of Financial Institutions. 2 + 8
 - iii. What do you mean by Commercial Bank? Describe the credit creation mechanism of Commercial Banks, 2 + 8
 - iv. Describe the major financial sector reform measures taken in India since 1991.
 - v. Describe the structures of financial markets in India.
 - vi. What is NBFC? Compare between Banks and NBFCs. 2 + 8
-