

B.B.A. Semester-III (Honours) Examination, 2022-23**BACHELOR OF BUSINESS ADMINISTRATION**

Course ID : 33214

Course Code : BBA/GE-03

Course Title : Financial Markets, Institution and Services

Time : 3 Hours

Full Marks : 80

*The figures in the right-hand margin indicate marks.**Candidates are required to give their answers in their own words as far as practicable.***GROUP-A**Answer **all** the questions. All the question carry equal marks.

1×10=10

1. The regulatory body of mutual funds in India is _____
 - a) RBI
 - b) SEBI
 - c) IRDA
 - d) Government
 - e) NABARD
2. A security used by RBI to adjust liquidity in the financial system is called _____
 - a) REPO
 - b) CDs

- c) CPs
 - d) TBs
 - e) Bonds
3. _____ can be referred as merchant bankers to Government of India.
 - a) Primary Dealers
 - b) RBI
 - c) Satellite dealers
 - d) NABARD
 - e) None of these
 4. Insider trading means _____
 - a) Purchase of securities by owners of the company.
 - b) Taking advantage of internal price information for trading.
 - c) Trade for purchase of shares only by employees.
 - d) Investors sell their financial paper to relatives of the firm.
 - e) Trade of purchase of shares by existing shareholders of the company.

5. An important money market instrument by the Government to bridge the deficit between the revenue and expenditure in the budget _____
- T bills
 - Bonds
 - CDs
 - CPs
 - None of the these
6. Money market deals with _____
- Short term funds
 - Long terms funds
 - Ownership funds
 - Credit rating
 - Loans
7. Money market is controlled by
- RBI
 - IRDAQ
 - SBI
 - SIDBI
 - DEFI
8. Stock market is controlled by
- SEBI
 - RBI
 - SBI
 - Stock Exchange
 - NABARD

9. Bonus issue is the issue of shares to _____ out of the free reserves of the company.
- Existing shareholders
 - New shareholders
 - Future shareholders
 - All of them
 - None of these
10. The base year of the NIFTY is
- 1992
 - 1978
 - 1987
 - 1995
 - 2001

GROUP-B

2. Answer any **ten** questions from the following:

2×10=20

- What is mutual fund?
- What do you mean by Government Bonds?
- What do you mean by instruments of debt market?
- What do you mean by money market?
- What is CBS?

- vi) What is IMPS?
- vii) What is payment bank?
- viii) What do you mean by Primary Market?
- ix) What do you mean by Financial Market?
- x) State two examples of instruments of debt market.
- xi) What are the major stock exchanges in India?
- xii) What are the key instruments of stock exchanges in India?
- xiii) What is the protective function of SEBI?
- xiv) What do you mean by equity share?
- xv) What do you mean by co-operative Bank?

GROUP-C

3. Answer any **four** from the following questions:

5×4=20

- i) Briefly discuss the components of financial system in India.
- ii) Discuss the characteristics of Mutual Fund.
- iii) How commercial banks create credit? Discuss in brief.
- iv) Briefly discuss the function of SEBI.

- v) Write short notes on:
 - a) Capital Market
 - b) Money Market
- vi) Write short notes on:
 - a) Repo rate
 - b) Reverse Repo rate

GROUP-D

4. Answer any **three** from the following questions:

10×3=30

- i) What are the functions of RBI? 10
- ii) What do you mean by Financial Institutions? Discuss the functions of Financial institutions in India. 2+8
- iii) What is retail banking? Discuss the characteristics of retail banking. How retail banking differs with corporate banking? 2+4+4
- iv) What do you mean by nationalization of Banks' in India? Why did Government nationalize the banks in India? 2+8
- v) What do you mean by NBFC? How does commercial banks differ from NBFC ? 2+8
- vi) Discuss the structure of financial Markets in India. 10