## 2015

#### M. Com.

# 1st 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.

Illustrate the answers wherever necessary.

# Unit-I

[ Marks : 20]

- 1. Answer any two questions from the following:  $2\times5$ 
  - (a) Discuss the types of financial markets and their interrelationship.

- (b) 'There is a close relationship between financial system and economic growth.' Comment critically.
- (c) Discuss briefly, commercial papers as source of working capital finance.
- (d) Explain the cause of differences in interest rates.
- 2. Answer any one question from the following:  $1 \times 10$ 
  - (a) (i) Discuss the roles played by Regional Rural Banks for the development of rural economy.
    - (ii) Write a short note on 'Priority sector lending'.

      6+4
  - (b) (i) State the objectives of development financial institutions.
    - (ii) Briefly discuss the important roles played by IRDA for economic development of the country.

5+5

#### Unit-II

[ Marks : 20 ]

- 3. Answer any two questions from the following:  $2 \times 5$ 
  - (a) Discuss any two special types of bonds.
  - (b) What is the role of Government in the structural framework of capital market in India? Discuss, in brief.
  - (c) Discuss how a stable and vibrant securities market helps in the economic development of a nation.
  - (d) What is the difference between the open ended and close ended mutual fund?
- **4.** Answer any one question from the following:  $1 \times 10$ 
  - (a) Describe the modern-day trading methods of shares except trading in options.

(b) Mention all the intermediaries in the primary market those are actually merchant banking institutions. Discuss the actual functions of any two of them.

[Internal Assessment: 10]