

2022

1st Semester Examination

COMMERCE

Paper : COM 102

(Financial Institutions and Markets)

Full Marks : 40

Time : Two Hours

*The figures in the margin indicate full marks.  
Candidates are required to give their answers  
in their own words as far as practicable.*

COM : 102.1

(Marks : 20)

1. Answer any *two* questions from the following :  $5 \times 2 = 10$ 
  - (a) 'There is a close relationship between financial system and economic growth.' Comment critically.
  - (b) Discuss the roles played by Regional Rural Banks for the development of rural economy.
  - (c) Write short notes on (i) Leveraged Mutual Fund and (ii) Index Fund.
2. Answer any *one* question from the following :  $10 \times 1 = 10$ 
  - (a) (i) What do you mean by financial inclusion? How microfinance institutions contribute towards financial inclusion?

P.T.O.

(ii) Why does the disadvantaged section of the society prefer micro-finance instead of formal banking system? (2+4)+4

(b) (i) Briefly discuss the concept of reinsurance.

(ii) Discuss the important roles played by IRDA for economic development of the country.

3+7

**COM : 102.2**

**(Marks : 20)**

3. Answer any *two* questions from the following :  $5 \times 2 = 10$

(a) Distinguish between settlement and clearing in stock market.

(b) Write a short note on Treasury bills.

(c) Distinguish between the roles of Depository and Custodian bank in GDR issue.

4. Answer any *one* question from the following :  $10 \times 1 = 10$

(a) Briefly describe the procedure of margin trading with the help of suitable illustration. 10

(b) (i) Write the conditions a company needs to satisfy before issuing commercial paper.

(ii) Write a short note on 'Underwriting of share issue'. 5+5