

Home Examination-2009
B.Com (Hons) / III
Paper-XXI
(Financial Markets, Institutions and Financial Services)

Time : 3 Hours

Maximum Marks : 55

Attempt all questions. All questions carry equal marks.

Q 1 What do you mean by financial system? Discuss the functions performed by the financial system. 11

or

Financial intermediaries transform funds in such a way so as to make them more attractive. Elaborate. 11

Q 2 What do you understand by the flow of Fund Accounts of an economy? Give the framework of sector-wise and instrument-wise FOFA as provided by RBI. 4, 7

or

Write short notes on $5\frac{1}{2} \times 2 = 11$

- (i) Derivative instruments
- (ii) Functions of Financial markets

Q 3 Explain the types of mutual fund schemes available in the Indian financial market. 11

or

What are mutual funds? What are the major advantages of investment through mutual funds? 4,7

- Q 4** (i) Discuss the role of commercial banking in the development of an economy. 6
- (ii) Write short note on functions of RBI. 5

or

What are the objectives behind the establishment of LIC? Explain the major principles guiding the investment policies of LIC. 5, 11

Q 5 Define NBFCs. Briefly discuss about various types of NBFCs and nature of their main activities. 3, 8

or

Write short notes on

$5\frac{1}{2} \times 2 = 11$

- (i) General insurance.
- (ii) Development financial institutions.