Code: **17BA3T6FA**

II MBA - I Semester – Regular/Supplementary Examinations March - 2021

FINANCIAL MARKETS AND SERVICES

Duration: 3 hours Max. Marks: 60

SECTION - A

1. Answer the following

 $5 \times 2 = 10 M$

- a) What are the features of money market?
- b) Write the features of commercial papers?
- c) What are the functions of insurance?
- d) What is venture capital?
- e) What do you mean by portfolio?

SECTION - B

Answer the following:

 $5 \times 8 = 40 M$

2. a) Define financial system and explain its environment.

(OR)

- b) Who is the financial intermediary? Explain the roles of financial intermediaries.
- 3. a) Write the roles and responsibility of RBI.

(OR)

- b) Define Non- Banking financial institutions? Explain NBF Instruments.
- 4. a) Discuss about the financing pattern of IDBI and IFC?

(OR)

- b) How you explain the Efficiency and the structure of the insurance industry?
- 5. a) Elaborate different types of financial services in Indian financial system?

(OR)

- b) Briefly explain the functions and advantages of Credit rating agency.
- 6. a) Write the differences between New issue market and Secondary market?

(OR)

b) How you define Merchant and explain merchant banking activities?

SECTION - C

7. Case Study

 $1 \times 10 = 10 M$

A bank called 'Dhan Sangraha Karta' helps the Kapoor family to put their money in it over and over again. It gives this family a definite return, which is in the form of interest. The money deposited in the Kapoor family's household is entered into this bank to get this interest. There's a stock exchange nearby, Mr. Raj and Kapoor, the family's head, goes there and buys shares. He claims that he receives more return on his saved money in this manner, although the risk is still there.

- i. Identify the process in above case performed by the bank and the stock exchange.
- ii. What are the roles of the bank and the stock exchange with respect to each other?
- iii. Name a condition for the bank to perform its role in this process.
- iv. Name a condition for the stock market to perform its role in this process.