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(May–June)

COMMERCE

(Honours)

(Indian Financial System)

(BC–204)

(Under Revised Syllabus)

Marks : 75

Time : 3 hours

The figures in the margin indicate full marks for the questions

1. (a) Outline the present structure of Indian Financial System. 7

(b) Examine the various significant development that has taken place in Indian Financial System in the post-reform period. 8

Or

(a) Briefly explain the various constituents of Indian Financial System. 8

(b) Highlight the role of Financial System in economic development of a country. 7

2. Give the definition of money market. What are the general characteristics of money market? Explain the various instruments that are traded in the Indian money market. 2+5+8=15

Or

List out the defects of Indian money market. Discuss the various steps that has been taken to develop the Indian money market. 5+10=15

3. (a) Bring out the difference between Primary and Secondary market. 5

(b) State the important role of capital market in enhancing the development of an economy. 10

Or

(a) Explain, in brief, the steps in trading and settlement of securities in Indian Stock Exchange. 6

(b) Highlight the major reforms of Indian Capital market after liberalization. 9

4. What is a commercial bank? What are the functions of a commercial bank? Elucidate the various innovative services offered by commercial banks in the present times. 2+6+7=15

Or

(a) State the importance of Development Financial Institutions in the growth of economy. 7

(b) What is a mutual fund? Discuss the benefits of investing in a mutual fund. 2+6=8

5. (a) Discuss the main functions of RBI. 7

(b) Explain how CRR helps in expansion and contraction of credit in the market. 8

Or

(a) "SEBI is the watchdog of securities market." Do you agree with the statement? Comment on your answer. 5

(b) Discuss the important function and role of IRDAI. 10

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