

Reg. No. :

Name :

Sixth Semester B.A. Degree Examination, March 2020

First Degree Programme Under CBCSS

Economics

Core Course XII

EC 1642 – FINANCIAL ECONOMICS

(2015 Admission onwards)

Time : 3 Hours

Max. Marks : 80

SECTION – I

Answer all questions. Each carries 1 mark.

1. Gilt Edged securities
2. REPOS
3. Korb trading
4. P/E ratio
5. OTCEI
6. Swaps

7. Bears
8. Depositary
9. Listing of securities
10. Differed shares.

(10 × 1 = 10 Marks)

SECTION – II

Answer **any EIGHT** questions not exceeding one paragraph. Each carries 2 marks.

11. What is the role of financial system?
12. Difference between primary market and secondary market.
13. Write a note on treasury bills.
14. Mutual funds.
15. What are functions of commercial banks?
16. Explain the functions of capital market?
17. Explain about NSDL.
18. What do you mean by Dematerialization of shares?
19. What are the features of Indian money market?
20. What is insider trading?
21. State the objectives of BSE.
22. Discuss Venture capital.

(8 × 2 = 16 Marks)

SECTION – III

Write **any Six** questions not exceeding **120** words. Each carries **4 marks**.

23. Explain the instruments of the capital market.
24. Write a note on Narasimham Committee report.
25. What is a stock market index? Explain the components of BSE and NSE.
26. Explain the functions of Stock Exchange.
27. Briefly explain the concept of financial derivatives.
28. Write a note on NBFIS.
29. Explain the functions of RBI.
30. Compare and Contrast IPO and FPO
31. Write a note on Depositories.

(6 × 4 = 24 Marks)

SECTION – IV

Answer any **TWO** questions not exceeding four pages. Each carries **15 marks**.

32. Explain the role of Credit rating agencies in India.
33. Explain the role and function of financial institution in India.
34. Describe the major stock exchanges in India and explain its weaknesses?
35. What are the different types of money market instruments used in India? Also explain the defects of the Indian money market?

(2 × 15 = 30 Marks)