

Roll No.: .....

## END SEMESTER THEORY EXAMINATION JANUARY-2021

|                             |                               |                       |                                  |
|-----------------------------|-------------------------------|-----------------------|----------------------------------|
| <b>Program:</b>             | <b>B.Com (Pass)</b>           | <b>Year/Semester:</b> | <b>5<sup>th</sup> - Semester</b> |
| <b>Course/Subject:</b>      | <b>Financial Institutions</b> | <b>Duration:</b>      | <b>03:00 Hrs</b>                 |
| <b>Course/Subject Code:</b> | <b>06020511</b>               | <b>Maximum Marks:</b> | <b>60</b>                        |
|                             |                               | <b>Batch:</b>         | <b>2017 &amp; 2018</b>           |

### **Instructions:-**

1. Write Your Roll No. on the Question Paper.
2. Candidate should ensure that they have been provided correct question paper. Complaint(s) in this regard, if any should be made within 15 minutes of the commencement of the exam. No complaint(s) will be entertained thereafter.
3. All Questions are compulsory. Marks are indicated against each question.
4. Illustrate your answer with diagram wherever required.

## SECTION-A

### (Very Short Answer Type Questions)

**Note: All Questions are compulsory: -**

**[12X1=12 Marks]**

| <b>S. No.</b> | <b>Question</b>   | <b>Marks Allotted</b> |
|---------------|---|-----------------------|
| <b>1</b>      | Define Financial Institution                                | <b>1</b>              |
| <b>2</b>      | State Financial Leasing                                     | <b>1</b>              |
| <b>3</b>      | Describe the money market                                   | <b>1</b>              |
| <b>4</b>      | Discuss the repo instruments                                | <b>1</b>              |
| <b>5</b>      | Define hire purchase  | <b>1</b>              |
| <b>6</b>      | Classify the treasury bills                                 | <b>1</b>              |
| <b>7</b>      | Demonstrate the fund based facilities                       | <b>1</b>              |
| <b>8</b>      | Recognise the role of NABARD in rural credit                | <b>1</b>              |
| <b>9</b>      | Define the merchant banking                                 | <b>1</b>              |
| <b>10</b>     | Describe the features of bill market                        | <b>1</b>              |
| <b>11</b>     | Examine the major issues of Indian capital market           | <b>1</b>              |
| <b>12</b>     | Recognise the feature of developed of Indian capital market | <b>1</b>              |

**SECTION-B**  
**(Short Answer Type Questions)**

**Note: All Questions are compulsory: -**

**[4X2=8 Marks]**

| S. No. | Question   | Marks Allotted |
|--------|--|----------------|
| 13     | Compare the certificate of deposit and commercial paper                                | 2              |
| 14     | Describe the services provided by hire purchaser                                       | 2              |
| 15     | Demonstrate the different new financial instruments available in Indian capital market | 2              |
| 16     | Construct the major activities performed by NABARD in Indian financial market          | 2              |

**SECTION-C**  
**(Descriptive Answer Type Questions)**

**Note: All Questions are compulsory: -**

**[4X4=16 Marks]**

| S. No. | Question  | Marks Allotted |
|--------|---|----------------|
| 17     | Define Merchant Banking and explain the role, various functions performed by merchant banker.   | 4              |
| 18     | Discuss different types of lease. Briefly describe the advantages and disadvantages of leasing. | 4              |
| 19     | Differentiate the money and capital market along with feature of these markets.                 | 4              |
| 20     | Develop the working of financial institutions in the smooth working of financial market.        | 4              |

**SECTION-D**  
**(Long Answer Type Questions)**

**Note: All Questions are compulsory: -**

**[4X6=24 Marks]**

| S. No. | Question   | Marks Allotted |
|--------|--|----------------|
| 21     | State the difference between financial lease and operating lease.            | 6              |
| 22     | Explain the role of EXIM bank in Indian economy                              | 6              |
| 23     | Demonstrate the major issues faced by financial market.                      | 6              |
| 24     | Differentiate the role of merchant bank in relation to banking institutions. | 6              |