



# B.A DEGREE (CBCS) EXAMINATION, APRIL 2021 Sixth Semester

B.A Economics Model I

## **CORE COURSE - EC6CRT13 - MONEY AND FINANCIAL MARKETS**

2017 Admission Onwards 1D37298A

Time: 3 Hours Max. Marks: 80

Instructions to Private candidates only: This question paper contains two sections. Answer SECTION I questions in the answer-book provided. SECTION II, Internal examination questions must be answered in the question paper itself. Follow the detailed instructions given under SECTION II

### **SECTION I**

### Part A

Answer any **ten** questions.

Each question carries **2** marks.

- 1. NBFI
- 2. Pension funds
- 3. What is narrow money?
- 4. What is reverse repo?
- 5. Repo rate
- 6. Write any four agency services of a commercial bank.
- 7. What is standard asset?
- 8. Distinguish between money market and capital market.
- 9. What is call money market?
- 10. What are treasury bills?
- 11. Debenture.
- 12. Book building.

 $(10 \times 2 = 20)$ 

Part B

Answer any **six** questions.

Each question carries **5** marks.



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- 13. What is an insurance company? What are its functions?
- 14. What are asset management companies?
- 15. What is inside money?
- 16. Write a note on high powered money and money multiplier.
- 17. Explain credit multiplier.
- 18. Explain prepaid payment system.
- 19. What is collateral loan market?
- 20. What are the defects of Indian money market?
- 21. Describe about FIIs in India.

 $(6 \times 5 = 30)$ 

### Part C

Answer any **two** questions.

Each question carries **15** marks.

- 22. Discuss structure of banking financial institutions in India.
- 23. Explain the static and dynamic functions of money.
- 24. What is capital market? Explain the primary market and secondary market.
- 25. Discuss the structure and the various instruments of capital market.

 $(2 \times 15 = 30)$ 

