

Date: 10.10.2019

Time : (2½ Hours)

Total Marks: 75

- N.B. (1) All questions are compulsory.
(2) Figures to the right indicate marks for respective sub questions.
(3) Use of **Non-programmable** calculators is **allowed**.
(4) Symbols used have their usual meaning

- Q.1 A Choose correct alternative in each of the following. (**Any 8**) (8)
- (i) _____ banks are a very important component of financial institutions.
(a) Public (b) Private
(c) Commercial (d) Development
 - (ii) _____ facility is given current account holders only.
(a) Cash credit (b) Advance
(c) Loans (d) Overdraft
 - (iii) RBI established in _____.
(a) 1932 (b) 1933
(c) 1934 (d) 1935
 - (iv) _____ instruments have both the features of equity and debentures.
(a) Market (b) Hybrid
(c) Money (d) Credit
 - (v) _____ or notice money is borrowed or lent on demand for short period.
(a) Call (b) Call
(c) Finance (d) All of these
 - (vi) The word 'demat' is an abbreviation for _____ account.
(a) Physical (b) Verbal
(c) Dematerialized (d) Formal
 - (vii) Credit creation is one of the _____.
(a) Primary (b) Secondary
(c) Neutral (d) All of these
 - (viii) SEBI has powers for stopping _____.
(a) Money (b) Fraud
(c) Capital (d) All of these
 - (ix) Reserve bank of india act, was enacted in the year _____.
(a) 1933 (b) 1934
(c) 1935 (d) All of these
 - (x) Finance is the procurement of _____.
(a) Money (b) Funds
(c) Currency (d) Commodity

- B State whether the following statements are True or False (**Any 7**) (7)
- (i) Finance is the management of money.
 - (ii) Treasury bill is long term up to year.
 - (iii) Not less than 80% of equity is to be offered to the public.
 - (iv) Bonus issues are to be made out of development reserves.
 - (v) NABARD was established in 1985
 - (vi) SEBI was established in 1980
 - (vii) RBI introduce repo and reverse repo rate.

- (viii) NPA means not performing assets.
(ix) Indemnity means the insurer undertakes to make good the profit.
(x) Mutual fund has a skilled fund manager.
- Q.2 (A) Describe functions of financial system? (8)
(B) Elaborate SEBI guidelines for capital market? (7)
OR
(P) Explain the financial system with flow chart. (8)
(Q) Give a detailed account of financial market. (7)
- Q.3 (A) Critically examine investment policy of commercial banks. (8)
(B) Briefly discuss NPA of the banks. (7)
OR
(P) Explain the functions of SEBI. (8)
(Q) What are the objectives of SEBI? (7)
- Q.4 (A) What are the main development banks? (8)
(B) Discuss various important concepts in insurance. (7)
OR
(P) What are the functions of commercial banks? (8)
(Q) Discuss the importance of commercial bank. (7)
- Q.5 (A) Discuss organizational structure of mutual funds. (8)
(B) State and explain the role and functions of RBI. (7)
OR
(P) Attempt **any Three** of the following (Short note) (15)
1. SIDBI
2. EXIM
3. Bancassurance
4. Mutual funds
5. Life insurance
