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Total Number of Pages: 1

MBA
MGT205

2ND SEMESTER BACK EXAMINATION, 2016-17
FINANCIAL MARKETS AND INSTITUTIONS

Branch : MBA

Time: 3 Hours

Max marks: 70

Q Code: Z1093

Answer Question No.1 which is compulsory and any five from the rest.

The figures in the right hand margin indicate marks.

- Q1 Answer the following questions: (2 x 10)**
- a) Name some of the specialized financial institutions operating in India.
 - b) Who are the players in the unorganized sector of the financial system?
 - c) Differentiate public issue from preferential issue
 - d) What is a Commercial paper?
 - e) For what purpose the ready forward transactions have been permitted in Treasury Bills of all maturities?
 - f) Why is the payment mechanism of banks important for the economy?
 - g) When do companies use the IPO process?
 - h) Who is a depository participant?
 - i) Why is credit card considered to be a hybrid product?
 - j) What is the importance of the principle of "INSURABLE INTEREST" in insurance?
- Q2** What role do financial institutions play as a financial intermediary in financial market? Discuss. **(10)**
- Q3** What functions does Money market perform? Discuss briefly the various types of instruments that are dealt in money market. **(10)**
- Q4** Write short notes on: **(5x2)**
- a) Bills of exchange
 - b) STCI
- Q5** State and explain the regulations governing primary capital market in India. **(10)**
- Q6** Critically examine the role of Stock exchanges in the financial system of a country. **(10)**
- Q7** Discuss how allied services offered by Banks add value to the banks as well as customers? **(10)**
- Q8** Define a Life insurance contract. Explain the essential features of such a contract. How the principles of insurance are modified in case of General insurance? **(10)**