

Registration no:

| | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|
| | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|

Total Number of Pages: 2

MBA
MBA-406B

FOURTHSEMESTER REGULAR / BACK EXAMINATION, 2015/16

FINANCIAL INSTITUTIONS AND FINANCIAL MARKETS

Branch : MBA

Time: 3 Hours

Max marks: 70

Q Code : W411

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) What are the common ways of raising equity?
- b) How does Financial Market work?
- c) Why Money Market is important in the Financial system of a country?
- d) Name 4 major institutions which act as a borrower in the call money market.
- e) What do you mean by Financial Market integration?
- f) What are the objectives of credit rating?
- g) Why a convertible debenture is called a hybrid security?
- h) Distinguish between preference share and equity share.
- i) How do certificate of deposits help the commercial banks?
- j) Who is a Depository participant?

Q2 What functions does Money market perform? Discuss briefly the various instruments that are dealt in Money market. 10

Q3 **Examine the nature, role and functions of Stock exchanges in the financial system of a country.** 10

Q4 **Write short notes on:** 5+5=10
(a) DFHI
(b) STCI .

Q5 **“The Institutional investors have emerged as the most important group of investors in corporate securities”. Do you agree? Discuss.** 10

Q6 **“NBFCs play an important role in mobilizing savings from the public”. Comment.** 10

Q7 **What do you know by Merchant Banking? Examine the role of a Merchant banker in the corporate enterprises.** 10

Q8 **What is Credit rating? Explain briefly the functioning of different credit rating agencies in India.** 10