

2/H-76 (vi) (Syllabus-2015)

2 0 1 7

(April)

COMMERCE

(Honours)

(Indian Financial System)

(BC-204)

Marks : 75

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

1. What is meant by financial system? Discuss the relationship between financial system and overall economic development. 3+12=15

Or

What are the constituents of a financial system? Explain how they are interrelated.

10+5=15

2. (a) Describe the principal features of the Indian money market. 10
- (b) What are Collateralized Borrowing and Lending Obligations (CBLO)? 5

(2)

Or

- (a) What are Commercial Papers (CP)?
State the procedure for issuing CP. 3+7=10
- (b) What are money market mutual funds? 5
3. (a) Explain various types of debenture that
have emerged in India in the last two
decades. 12
- (b) What is rolling settlement? 3
- Or
- (a) What are financial derivatives?
Distinguish between futures and
forward contracts. 3+4=7
- (b) Highlight the major reforms undertaken
to develop the capital market in India in
the last two decades. 8
4. (a) Explain the primary and secondary
functions of commercial banks. 5+5=10
- (b) What is a payment bank? 5

Or

- (a) What are the functions of an Insurance
organization? 7
- (b) How does mutual fund companies
operate in India? Explain. 8

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(Continued)

(3)

5. Discuss various tools used by the Reserve
Bank of India to regulate the flow of credit in
the country. 15

Or

- (a) State the powers and functions of the
Insurance Regulatory and Development
Authority (IRDA). 10
- (b) What are the steps taken by IRDA to
protect policy holders' interest? 5

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