


Name: Enrolment No:		 UNIVERSITY WITH A PURPOSE	
UNIVERSITY OF PETROLEUM AND ENERGY STUDIES End Semester Examination, December 2021			
Program: B Com LLB TL Subject/Course: Financial Markets and Investment Course Code: FINC 1019		Semester : 1 Max. Marks: 100 Duration : 3 Hours	
SECTION A			
1. Each Question will carry 2 Marks 2. Instruction: Complete the statement / Select the correct answer(s)		20 marks	
S. No.	Question	CO	
Q 1	Which of the following is not a regulatory institution in Indian financial system? a) RBI b) CIBIL c) SEBI d) IRDA	CO1	
Q2	Which of the following is the apex institution which handles refinance for agriculture and rural development in India? a) EXIM Bank b) SIDBI c) NABARD d) IDBI	CO1	
Q3	Which of the following is the regulator of Money market? a) Reserve Bank of India b) SEBI c) IRDA d) AMFI	CO1	
Q4	The assets of the mutual fund are held by a) AMC c) Trustees b) Custodian d) Registrar	CO1	
Q5	The most important advantage of a money market mutual fund is a) Quick capital appreciation b) High regular income c) Safety of principal d) No loads	CO1	
Q6	A Venture Capital firm a) Pools resources to help the entrepreneur to start a new idea or concept b) Has no role in the management of firm c) Increase the risk in the business d) None of the above	CO1	
Q7	SEBI regulates a. Mutual Funds b. Depositories c. Registrar & Transfer Agents d. All the above	CO2	
Q8	What is a Repo rate? (a) It is a rate at which RBI sell government securities to banks (b) It is a rate at which banks borrows rupee from RBI (c) It is a rate at which RBI allows small loan in the market (d) None of these	CO1	
Q9	When the rate of inflation increases? (a) Purchasing power of money increases (b) Purchasing power of money decreases (c) Value of money increases (d) None of these	CO1	
Q10	Which of the following is not considered as a money market instrument? (a) Treasury bill (b) Commercial papers (c) Shares and bonds (d) None of these	CO1	

SECTION B**Each question will carry 5 marks.****Attempt any four questions 20 marks**

Q 1	Discuss the various services offered by commercial banks.	CO1
Q 2	Explain the importance of financial system in promoting economic growth.	CO2
Q 3	State and explain the functions of the financial system in a country.	CO1
Q 4	Discuss the various financial intermediaries functioning in the Indian financial system	CO2
Q5	Discuss the role of AMFI in regulating the activities of Mutual fund distributors.	CO2

SECTION C**1. Each question will carry 10 marks.****2. Attempt any three questions 30 marks**

Q 1	“NABARD is the apex institution concerned with the policy, planning and operations in the field of agriculture and other rural economic activities”. Discuss the role of NABARD and other financial institutions involved in development of rural areas.	CO2
Q 2	“Venture capital is an attractive financing option for new companies with limited resources and past historical performance information to raise capital through stock markets and unable to secure a bank loan through financial institutions”. Analyze this statement and discuss the stages of financing Venture Capital.	CO4
Q 3	“Mutual funds are extremely important in the financial system of an economy”. Discuss this statement highlighting the merits and demerits of mutual fund as an investment option	CO2
Q 4	“The level of NPAs is an indicator of the efficiency of banker’s credit risk management and efficiency of resource allocation to productive sectors”. Analyze and Discuss this statement highlighting the factors which causes NPA.	CO4

Section D**1. Each Question carries 15 Marks.****2. Instruction: Write long answer.****3. Attempt any two 30 marks**

Q1	Explain the components/structure of Indian financial system.	CO2
Q2	“The Reserve Bank of India as the Central Bank of the country plays different roles like the regulator, supervisor and facilitator of the Indian Banking System”. Analyze this statement and Discuss the functions of RBI and different steps taken by RBI as a regulator to control volume of money in economy.	CO4
Q3	Discuss the role of key constituents that make up the overall mutual fund eco-system.	CO2