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2112M026

SECTION -B (ESSAY TYPE QUESTIONS)
(5x10=50 Marks)

- 1 What is Financial System? Discuss the various components of Financial System.
- 2 Explain about Primary markets and secondary markets?
- 3 Write a short note on following
 - (a) Corporate Listing
 - (b) Employees Stock Options and Right issue
- 4 What is BSE and NSE? Explain the settlement mechanism at BSE and NSE
- 5 Write a short note on following
 - (a) Money Market
 - (b) Commercial bills and Certificate of deposit.
- 6 What is Debt Market? Explain about the Treasury Bill market and Call Money markets.
- 7 Explain the salient provisions of banking regulation act and RBI act.
- 8 Arbuckle Corporation is Selling 2 million shares of common stock in its IPO. The company's investment banker, Jones Securities, offers the stock to the public at \$ 15 per share and charges Arbuckle Corporation an underwriting spread of 7 percent. What are the gross proceeds from the IPO? What are Arbuckle Corporation's net proceeds from the offering? How much does Jones Securities earn for conducting the offering?

===END OF PAPER===

BACHELOR OF VOCATION
Management-Financial Services
Subject: Financial Institutions & Markets
Subject Code: BFS-702
Semester: Fifth
December 2021
Theory (External): 70 Marks
Time: 03 Hours

Instructions to the Students

1. This Question paper consists of two Sections. All sections are compulsory.
2. Section A comprises 10 questions of objective type in nature. All questions are compulsory. Each question carries 2 marks.
3. Section B comprises 8 essay type questions out of which students need to do any 5. Each question carries 10 marks.
4. Read the questions carefully and write the answers in the answer sheets provided.
5. Do not write anything on the question paper.
6. Wherever necessary, the diagram drawn should be neat and properly labelled

Roll Number									

SECTION –A (SHORT/OBJECTIVE TYPE QUESTIONS)
(10x2=20 Marks)

- A Which of the following is not an organized sector in India?
a) Nationalized Banks
b) Regional Rural Banks
c) Cooperative Banks
d) Chits and Money lenders
- B In which year was the Banking Regulation Act passed?
a) 1949
b) 1955
c) 1959
d) 1969
- C At which of the following cities is the Head Office of Reserve Bank of India located?
a) Mumbai
b) New Delhi
c) Kolkata
d) Dehradun
- D What is Call Money?
a) It is an overnight loan in the Money Market
b) It is loan of above 1 day to 14 days in the money market
c) It is loan of above 14 day to 364 days in the money market
d) It is an amount charged on ISD
- E Which of the following is related with Money Market?
a) Treasury Bills
b) Commercial money
c) Cheque
d) Shares
- F What is the simple example of Stock Index in India:
a) NSE
b) Sensex
c) BSE
d) SEBI
- G In primary market, the first time issued shares to be publicly traded, in stock market is considered as:
a) Traded Offering
b) Public Markets
c) Issuance Offering
d) Initial Public Offering
- H The transaction costs of trading of financial Instruments in centralized market is classified as:
a) Flexible Costs
b) Low transaction Costs
c) High Transaction Costs
d) Constant Costs
- I What is the maximum validity of a cheque?
a) 90 days
b) 30 days
c) 60 days
d) 180 days
- J Which is not a type of cheque?
a) Mutilated Cheque
b) Stale Cheque
c) Crossed Cheque
d) Promissory Cheque