

Rishi Bankim Chandra Evening College

M. Com Examination, 2022

Semester – III

Financial Systems

COMPDSE05T (F5)

Duration: 2 Hours

Full Marks: 40

Group – A

Answer any five questions:

2 × 5 = 10

1. What does a credit rating indicate?
2. Compare mobilization of fund through financial institutions and mobilization of fund through financial markets
3. What does bank rate indicate?
4. What role repo plays in the financial system?
5. How does transaction cost affect financial intermediation?
6. Why are derivative contracts important?
7. What is the most important role a merchant banker plays?
8. What does the real rate of interest indicate? Can it be negative?

Group – B

Answer any four questions:

4 × 5 = 20

9. Describe the role of SEBI in promoting an orderly development of the capital market.
10. Describe the features of certificate of deposits.
11. Evaluate the measures which RBI takes in strengthening the financial health of banks?
12. Describe the roles which RBI plays in the money market.
13. Explain the trading and settlement procedures in stock exchanges.
14. What is listing of securities? What are the advantages of listing?

Group - C

Answer any one question:

1 × 10 = 10

15. Why is commercial paper important? Describe its features.
16. Compare investing through mutual funds vis-à-vis direct investing.