



K17U 2336

Reg. No. : .....

Name : .....

**V Semester B.A. Degree (CCSS – Supple./Imp.) Examination, November 2017**  
**Core Course in Economics/Development Economics**  
**5B08-ECO : ECONOMICS OF FINANCIAL MARKETS**  
**(2012 and 13 Admissions)**

Time : 3 Hours

Max. Weightage : 30

**Instruction : Answer may be written either in English or in Malayalam.**

**PART – A**

Objective type questions (in bunches of two) :

I. Answer the following objective type questions (group weightage is 1) :

1. Bank deposits, bills of exchange, money at call and short notice are came under
  - a) Money
  - b) Near money
  - c) Capital
  - d) None of these
2. The Government of India set up SEBI on
  - a) April 12, 1988
  - b) May 29, 1988
  - c) April 12, 2000
  - d) May 29, 2000
3. RBI was set up in the year
  - a) 1955
  - b) 1945
  - c) 1935
  - d) 1925
4. The sale of the securities is made only once at the time of issue in the
  - a) Stock exchange
  - b) New issue market
  - c) Old issue market
  - d) None of these**(Weightage : 1)**

- II. 5. The minimum official rate at which the Central Bank rediscounts first class bills of exchange brought to it is called
- a) CRR
  - b) SLR
  - c) Repo rate
  - d) Bank rate

P.T.O.





6. A Central Bank has not the objective of
- a) Monetary control
  - b) Issue of currency
  - c) Profit making
  - d) Development of banking
7. Which of the following Institutions gives long-term concessional loans for LDCs ?
- a) IBRD
  - b) IDA
  - c) IFC
  - d) None of these
8. The process of withdrawing securities from the depository is known as
- a) Re-materialization
  - b) Dematerialization
  - c) Depository
  - d) None of these
- (Weightage : 1)**

### PART - B

Short answer questions. Answer **any ten** questions of the following **not** exceeding **50 words each**. Each question carries **1** weightage.

9. What is IBRD ?
10. What is the concept of dematerialization ?
11. What is the structure of financial markets ?
12. What is new-issue market ?
13. What is EURO Market ?
14. Define CRR.
15. What is Reverse repo rate ?
16. What is Indian Financial System ?
17. What is listing of securities ?
18. What are Call Money Markets ?
19. Define SEBI.
20. What are OPTIONS ?
- (Weightage : 1×10)**





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**PART – C**

Short Essay : Answer **any five** questions **not** exceeding **150** words **each**. Each question carries **2** weightage.

21. Explain financial derivatives.
22. Explain India and the World Bank.
23. Explain the functions of RBI.
24. What are the objectives and functions of SEBI ?
25. Distinguish New issue market and Stock exchange.
26. Examine the nature and role of financial system.
27. Explain Stock Exchange. (Weightage : 2x5)

**PART – D**

Long Essay: Answer **any two** questions **not** exceeding **450** words **each**. Each question carries **4** weightage.

28. Explain the Quantitative Credit control methods.
29. Explain the structure of Financial System.
30. Explain international dimension of Financial Market.
31. Explain the money market instruments. (Weightage : 4x2)