

BACHELOR'S DEGREE (C.B.C.S) EXAMINATION, MARCH 2025
2018, 2019, 2020, 2021 ADMISSIONS SUPPLEMENTARY
SEMESTER VI - CORE COURSE (ECONOMICS)
EC6B13B18 - Money and Financial Markets

Time : 3 Hours

Maximum Marks : 80

Part A

I. Answer any Ten questions. Each question carries 2 marks**(10x2=20)**

1. What are venture capital funds?
2. Define scheduled bank.
3. What are land development banks?
4. What is Reserve money?
5. What you mean by dynamic functions of money?
6. Define credit multiplier.
7. What is ECS?
8. Define prime lending and prime lending rate.
9. What is a Commercial Paper?
10. Distinguish between put option and call option.
11. What is NASDAQ.
12. If given an option between a financial instrument rated AAA or A which would you chose. Give rationale.

Part B

II. Answer any Six questions. Each question carries 5 marks**(6x5=30)**

13. Elucidate the functions of financial system.
14. Explain static and dynamic functions of money.
15. Explain the concept money multiplier.
16. What is e-banking?
17. Write a note on Prepaid Payments Instruments.
18. What are the basic functions of banking institutions?
19. What are guilt edged securities?
20. Distinguish between preference shares and debentures.
21. What is Dematerialisation? Highlight its advantages? Describe the main depositories in India?

Part C

III. Answer any Two questions. Each question carries 15 marks**(2x15=30)**

22. Elucidate the role played by NBFCs.
23. Discuss functions of money and various monetary aggregates used by RBI in India.
24. Discuss the major money market instruments in the country.
25. Briefly describe the different instruments in the Indian capital market.