

Vidya Vikas Mandal's
Shree Damodar College of Commerce & Economics, Margao-Goa
FYBBA(FS), Semester-I (REPEAT), Semester End Assessment APRIL 2023 ;
BF S CC14: INDIAN FINANCIAL SYSTEM

Duration:2 Hours

Maximum Marks:60

Instructions:

- *Start each question on fresh page.*
- *Figures to the right indicate maximum marks.*
- *Q1 is compulsory*
- *Answer any FOUR from Q 2 to Q.6*

Q1. Write a short note on any FIVE of the following: (5*4 = 20 Marks)

- a. Difference between Savings and Investment.
- b. The Stock Holding Corporation India Ltd., (SHCIL)
- c. Economic functions of Financial Market
- d. Features of Financial Instruments
- e. Nation Saving Certificate
- f. Fund Bases Activities (Any 2)

Q2. The Indian Financial System is one of the most important aspects of the economic development of our country. The financial system of a country mainly aims at managing and governing the mechanism of production, distribution, exchange and holding of financial assets. Explain the various components of Indian Financial system with the help of a diagram.

(10 Marks)

Q3. To attain economic development, a country needs more investment and production. This can happen only when there is a facility for savings. As, such savings are channelized to productive resources in the form of investment. Discuss the role of the Financial Systems in achieving economics development.

(10 Marks)

Q4. The money market acts as the main conduit for transmission of monetary policy impulses, by equilibrating the demand for and supply of funds at the short-end of the market. State and explain the money market instruments.

(10 Marks)

Q5. Capital market provides an institutional arrangement for borrowing medium and long-term funds which provides facilities for marketing and trading of securities. With the help of a suitable example explain the two categories of Capital market in detail. **(10 Marks)**

Q6. The scope of financial service is very wide. These services are divided into Fund based and Fee Based. Explain the characteristics of Financial Services. **(10 Marks)**

.....