**TU/ CODL**

**TEZPUR UNIVERSITY**

**SEMESTER END EXAMINATION (AUTUMN), 2017**

**DIM101 INTRODUCTION TO FINANCIAL MARKET**

Time: **3 Hours** Total Marks: **70**

*The figures in the right-hand margin indicate marks*

*for the individual question.*

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1. **Choose the correct option: 1×10=10**
2. The market where the short term money is traded is called

(a) Capital market (b) Money market  
(c) Interest market (d) Currency Market

1. Reserve Bank of India is also called

(a) Commercial bank (b) Development Bank

(c) Public sector bank (d) Lender of Last Resort

1. NEAT is related to
2. NSE (b) BSE

(c) SEBI (d) RBI

1. Book building is a process of
2. Price determination of share (b) Registration of a company

(c) Stock exchange trading (d) financial reporting

1. Which of the following is not a function of SEBI?

(a) Licencing of brokers

(b) Granting certificate of commencement of Business

(c) Granting permission for issue of IPO

(d) Protection of interest of investors

1. Which of the following is not a money market instrument?
2. Treasury bill (b) Certificate of deposits

(c) Deep discount bond (d) Commercial Paper

**P.T.O**

1. Which of the following is not a function of mutual funds
2. Pooling of small savings (b) Risk Diversification

(c) Providing liquidity (d) offering fixed return

1. Institutions holding securities of customers in electronic form are called
2. Custodian (b) Brokers

(c) Depositories (d) Transfer agent

1. Prime responsibility of maintaining value of money lies on
2. Ministry of Finance (b) RBI

(c) State bank of India (d) SEBI

1. Which of the following is not a characteristic of Capital Market
2. Deals in long term finance (b) Market for corporate securities
3. Supply working capital (d) Controlled by SEBI
4. (a) Explain the interrelationship between financial system and economic development.
5. What are the indicators of financial development of a country?
6. Explain the emerging structure of financial system of India.

***5+5+10=20***

1. (a) Explain the classification of financial market.

(b) Ascertain the need of bond market in Indian context.

***8+7=15***

1. (a) How does the government securities market function?
2. Compare and contrast the mutual funds with equity market.

**7+8=15**

1. Elaborate the significance and functioning of foreign exchange market. **10**

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