



**AAK-010-003405**

Seat No. \_\_\_\_\_

**M. B. A. (Sem. IV) (CBCS) Examination**

**April / May - 2016**

**Indian Financial System  
(ECT-10406)**

**Faculty Code : 010**

**Subject Code : 003405**

**Time : 3 Hours]**

**[Total Marks : 70**

**Instruction :** All the questions carry equal marks.

**1** Explain the following terms : (any **seven**)

- (1) Call & Put Options
- (2) Financial Market
- (3) General Insurance
- (4) Credit rating
- (5) Certificate of deposit
- (6) Commercial paper
- (7) Equity Linked savings scheme (ELSS)
- (8) Forfeiting
- (9) Lending of money

**2** (a) "A market based financial system is preferable over a bank based system" – Discuss.

(b) Explain: - Growth and performance of mutual fund in India

**OR**

**2** (a) What is SARFAESI Act? Explain its objectives.

(b) Distinguish between hedging, speculation and arbitrage.

- 3** What is the meaning of mutual fund? Explain different types of schemes available in market.

**OR**

- 3** "Treasury bills are an important short term source of finance for the government" – Discuss.

- 4** (a) What is factoring? Explain the types and mechanism of factoring.

(b) Explain: - Legal framework of RBI.

**OR**

- 4** (a) Explain different functions of Banks.

(b) Briefly discuss about the different health insurance product available in the market.

- 5** Write short notes on: (any **two**)

(1) Different functions of IRDA

(2) Limitations of credit rating in India.

(3) National Income Account

(4) Power & functions of SERI.

---