MBSC-3.1A

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Third Semester M.B.A. Degree Examination, June - 2025
(SLM Scheme) (CBCS)
MANAGEMENT
ELECTIVE - A : FINANCE
Financial Markets and Institutions

Time : 3 Hours **Max. Marks : 80**

Instruction : All Sections are compulsory.

SECTION - A

Answer any five questions. Each question carries five marks : [5 × 5 = 25]

1. Briefly explain the recent development in money market.

2. Briefly explain the guidelines of assets classification in banks.

3. Bring out the process of money laundering.

4. What are the instruments of money market? Explain in brief.

5. Identify the relationship between new issue market and stock exchange.

6. What are the merits and demerits of credit rating?

7. Distinguish between commercial bank and NBFC.

SECTION - B

Answer any four questions. Each questions carries ten marks : [4 × 10 = 40]

8. Discuss in detail the measures to minimise NPA in banks.

9. Elucidate the role of commercial banks in development of Indian economy.

10. Explain the various type of risks involved in financial markets.

11. Examine the role played by Reserve Bank of India in our economy.

12. Explain in detail the various factors in building stable financial system.

13. Discuss the guidelines of SEBI pertaining to secondary market and primary market.

SECTION - C

14. Case (Compulsory). **[1 × 15 = 15]**

Mr. Sumukh buys a financial asset from RBI. This financial asset is an instrument of short term borrowing. He has bought it because he doesn't want to take risk and wants an assured return. This instrument is a promissory note. It is highly liquid. This instrument is also known as Zero Coupon Bond.

Questions :

a) Which financial asset is indicated in the above case?

b) On whose behalf does the RBI issue this instrument?

c) Why is this instrument called as the Zero Coupon Bond?

