



LOYOLA COLLEGE (AUTONOMOUS) CHENNAI – 600 034

P.G. DEGREE EXAMINATION – CROSS DISCIPLINARY

SECOND SEMESTER – APRIL 2025



PEC2CD01 – FINANCIAL INSTITUTIONS AND MARKETS

Date: 05-05-2025

Dept. No.

Max. : 100 Marks

Time: 01:00 PM - 04:00 PM

SECTION A – K1 (CO1)

Answer ALL the questions

(5 x 1 = 5)

1 Choose the best answer

- a) As per the provision of the RBI Act, the RBI was established in Calcutta and commenced its operations on _____
(a) 1st April, 1934
(b) 1st April, 1935
(c) 1st April, 1936
(d) 1st April, 1937
- b) NBFCs are registered under the Companies Act, _____
(a) 1954
(b) 1955
(c) 1956
(d) 1957
- c) The organized Indian Money Market is also known as _____
(a) Modern Sector
(b) Indigenous Sector
(c) Unorganised
(d) None of the above
- d) A shareholder, may get voting rights in major company decisions and a share of the profits, known as dividends in _____
(a) Equity shares
(b) Preference Share
(c) Bonds
(d) Debentures
- e) The term CME stands for _____
(a) China Mercantile Exchange
(b) Chicago Mercantile Exchange
(c) Commodity Mercantile Exchange
(d) Counterpart Mercantile Exchange

SECTION A – K2 (CO1)**Answer ALL the questions****(5 x 1 = 5)****2 Answer the following in one or two lines**

- a) Minimum Reserve System
- b) Chakravarty Committee
- c) Regional Rural Development Banks
- d) Equity
- e) Swaps

SECTION B – K3 (CO2)**Answer any THREE of the following in 100 words each.****(3 x 10 = 30)**

- 3 State the objectives and backdrop of RBI.
- 4 Explore the regulations of NBFCs
- 5 Bring out the characteristics of Indian Money Market.
- 6 Distinguish between Equity and Bonds.
- 7 State the advantages and disadvantages of derivatives.

SECTION C – K4 (CO3)**Answer any TWO of the following in 200 words each.****(2 x 12.5 = 25)**

- 8 Explain the functions of RBI.
- 9 Discuss various types of NBFCs.
- 10 Write a note on Call Money Market and its features.
- 11 Explain the various functions of Capital Market.

SECTION D – K5 (CO4)**Answer any ONE of the following in 500 words****(1 x 15 = 15)**

- 12 Discuss the various functions of the Commercial Banks in India.
- 13 Explain the concept of Over the Counter Exchange of India (OTCEI) by highlighting its functions

SECTION E – K6 (CO5)**Answer any ONE of the following in 1000 words****(1 x 20 = 20)**

- 14 Examine the concept of Commercial Papers (CP) and Certificate of Deposits (CD).
- 15 Discuss the roles, responsibilities and impact of FERA and FEMA.
