K17U 1585

Reg. No. :

V Semester B.A. Degree (CBCSS – Reg./Sup./Imp.)

Examination, November 2017
(2014 Admn. Onwards)

Core Course in Economics/Development Economics
5B11 ECO: ECONOMICS OF BANKING AND FINANCE

Time: 3 Hours Max. Marks: 40

PART-A

Answer all questions. Each carries one mark.

- 1. What is a derivative?
- 2. Define SWAP.
- 3. What is Treasury bill market?
- 4. Define NSE.

 $(4 \times 1 = 4)$

PART - B

Answer any seven questions. Each question carries 2 marks.

- 5. What are options?
- 6. What are the functions of RBI?
- 7. What are the innovations in banking?
- 8. Explain the mechanism of credit creation.
- 9. Explain the functions of capital market.
- Explain the major stock exchanges in India.
- 11. Distinguish between commercial paper and certificate of deposits.
- 12. Explain the functions of SEBI.
- 13. What are rural banks?
- 14. What is call money market?

 $(7 \times 2 = 14)$

P.T.O.



PART-C

Answer any four questions. Each question carries 3 marks.

- 15. Explain the role of commercial banks in developed and under developed countries.
- 16. Explain Banking sector Reforms.
- 17. Explain the importance of financial system in the development of Indian economy.
- 18. Explain derivative market.
- 19. Explain the functions of NABARD.
- 20. Distinguish between banking and non-banking financial intermediaries. (4x3=12)

PART-D

Answer any two questions. Each question carries 5 marks.

- 21. What are Commercial Banks? What are the functions of Commercial Banks?
- 22. Explain the structure of Indian capital market.
- 23. What are the methods of credit control?
- 24. Explain Financial Sector Reforms.

(2×5=10)