



K18U 1519

Reg. No. : .....

Name : .....

**V Semester B.A. Degree (CBCSS – Reg./Sup./Imp.)**  
**Examination, November 2018**  
**(2014 Admn. Onwards)**  
**Core Course in Economics / Development Economics**  
**5B 11 ECO : ECONOMICS OF BANKING AND FINANCE**

Time : 3 Hours

Max. Marks : 40

**PART – A**

Answer **all** questions (**Each** question carries 1 mark).

1. Define a Financial Instrument.
2. State the use of Swaps.
3. What is a Debit Card ?
4. What is intended by an Open Market Operation ?

**(4×1=4)**

**PART – B**

Answer **any 7** questions (**Each** question carries 2 marks).

5. What is Mobile Banking ? What is its purpose ?
6. What are the basic characteristics of the Indian Capital Market ?
7. What are Futures ?
8. Write a note on Treasury Bills.
9. Mention four financial sector reforms implemented in India after the 1990s.
10. What is the importance of the financial system in the development of the Indian economy ?
11. Write a note on the assets and liabilities of Commercial Banks.
12. Mention some of the recent innovations in the Banking sector.
13. Why was SIDBI set up in India ?
14. Explain the concept of Core Banking. What is its advantage ?

**(7×2=14)**

P.T.O.



## PART – C

Answer **any 4** questions (**Each** question carries **3** marks).

15. Explain the functions, role and working of SEBI in India.
16. Give an overview of the Bombay Stock Exchanges in India.
17. Differentiate between a CP and CD.
18. What are the basic differences between the primary and secondary market ?
19. Write a note on IDBI.
20. What is the need for varying the Reserve Ratio ? (4×3=12)

## PART – D

Answer **any 2** questions (**Each** question carries **5** marks).

21. Explain in details the various functions that are performed by the Central Bank of a Country.
22. What are derivatives ? What are the different types of Financial derivatives ?
23. Elaborate on the functions and role of various Development Banks in India.
24. Diagrammatically explain the structure of the financial system in India.

(2×5=10)