Following Paper ID and Roll No. to be filled in your Answer Book.											
PAPER ID: 9318	Roll No.			i							

## Int. LL.B Examination 2015-2016

(Third Semester)

## FINANCIAL MARKETS, INSTITUTIONS AND SERVICES

Time: 3 Hours] [Maximum Marks: 100

**Note:**—Attempt all questions.

- 1. Attempt any four parts of the following:  $5\times4=20$ 
  - (a) What do you understand by Financial System and also explain its role.
  - (b) What are the tool with RBI to control the flow of credit in the country.
  - (c) Define merits and demerits of RBI.
  - (d) Comment on the role of commercial banks.
  - (e) Define Non performing Assets.
  - (f) How a bank can use source of fund as a tool for increasing profitability?

- 2. Attempt any four parts of the following:  $5\times4=20$ 
  - (a) "Indian money market is basically controlled and run by government through its agencies such as RBI." Comment.
  - (b) Differentiate between commercial banks and private banks.
  - (c) Define the roleof financial system in the Economic and Industrial development of India.
  - (d) What are the sources of funds for commercial banks?
  - (e) What are Non Banking financial services?
  - (f) What is development banking? How is it different from commercial banking?
- 3. Attempt any two parts of the following:  $2 \times 10 = 20$ 
  - (a) Discuss the role of regional rural banks with example.
  - (b) Opening of insurance sector to private participants has brought a number of new participants in this sector. This has raised the competition. How has it benefited the Indian financial Market as a whole?

- (c) Chart out the role of financial institutions as financial intermediaries.
- 4. Attempt any two part of the following:  $2 \times 10 = 20$ 
  - (a) Why the Reserve Bank of India is concerned as the Banker's Bank and Lender of the last resort?
  - (b) 'The guiding principle for a Central Bank.

    Whatever function or group of function, it performs at any particular moment, is that it should act only in public interest and without regard to profit as a primary concern.' Discuss.
  - (c) Discuss the role of development banks with example.
- 5. Attempt any four parts of the following:  $4 \times 5 = 20$ 
  - (a) What are the different methods of structuring a consumer credit facility?
  - (b) What facilities can be availed of by a business under a factoring arrangement?
  - (c) Analyze the benefits of mutual funds.
  - (d) What are the operating features of GIC?

[P. T. O.

- (e) How does factoring differ from bill discounting?
- (f) Explain the role of SEBI in primary market with suitable example.

\*\*\*