

[This question paper contains 3 printed pages.]

438

Your Roll No.

BFIA / IV Sem. – 2012

**BACHELOR OF FINANCIAL AND
INVESTMENT ANALYSIS**

Paper 402

Financial Instruments & Market

Time : 3 hours

Maximum Marks : 75

*(Write your Roll No. on the top immediately
on receipt of this question paper.)*

Attempt all questions.

Marks are indicated against each question.

1. Expand the following terms (any **ten**) in detail :
 - (a) Financial Inclusion
 - (b) Tick Size (at BSE)
 - (c) Closing price of a scrip
 - (d) Basket Trading System
 - (e) NSDL
 - (f) Compulsory Rolling Settlement

P.T.O.

- (g) FRBM Act
- (h) Demat pay-in
- (i) Dutch auction
- (j) OTCEI
- (k) Mark to market
- (l) Personal loan
- (m) Call money market (10×3=30)

2. Distinguish the followings (any **three**):

- (a) CP and CD
- (b) NSE and BSE
- (c) Commercial Bill and T-Bill
- (d) Banks and NBFCs (3×2=6)

3. Critically evaluate the monetary measures taken to control inflation in India. Will you suggest some robust measures to control inflation? (4+4=8)

4. Prove that Banks are essential for efficient functioning of stock market. (5)

5. Describe the free float market capitalization for index calculation with reference to Sensex. (5)

- 6. Describe the settlement mechanism of a transaction under T+2 arrangement. (5)
- 7. Do you feel that Indian stock market should be more open and transparent? Suggest some steps to be taken by the Indian stock market to become at par with NYSE. (6)
- 8. Indian Debt market is predominantly G-sec market. Suggest some measures to increase the participation of corporate bonds. (5)
- 9. Discuss the entry norms in insurance sector for various players in detail. (5)