

2013

[This question paper contains 2 printed pages.]

Sr. No. of Question Paper : 1634

Roll No.....

Unique Paper Code : 101402

Name of the Paper : Financial Instruments and Market

Name of the Course : BFIA

Semester : IV

Duration : 3 Hours

Maximum Marks : 75

Instructions for Candidates

1. Write your Roll No. on the top immediately on receipt of this question paper.
 2. Answer **All** Questions.
 3. Marks are indicated against the question.
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1. (i) The Monetary Policy in India has evolved from Multiple Indicator approach to single Policy rate approach. Critically evaluate the same with recent policy decisions of RBI. (9)
 - (ii) "The movement of Call Money rate is caged in 200 bps corridor". Do you agree ? Justify your answer. (6)
 2. (i) Illustrate the important reforms in Banking Sector in India in past one decade i.e. 2001 onward (mention the Acts enacted during the period as well). (8)
 - (ii) NBFCs are posing the real challenge to Banking sectors. Evidence the statement from Indian Loan Market. (7)
 3. (i) "Sensex is a proxy to Indian Stock Market" ? Do you agree ? Support your answer with evidence from the market actions. (8)
 - (ii) Explain the performance of Mutual Funds as a barometer of Financial Market. Also explain the various measures of performance of MF. (7)

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4. (i) Explain the process of auction of treasury bills by RBI and determination of cut off price with the help of an example. (10)
- (ii) Suggest some measures to improve the liquidity in secondary corporate debt market. (5)
5. Briefly explain any **five** of the followings :
- (i) Repo transaction
 - (ii) On tap Treasury Bills
 - (iii) MSF
 - (iv) NASDAQ
 - (v) T+2 settlement
 - (vi) Pension fund reforms
 - (vii) Liquidity preference theory
- (5×3=15)