2013

Time : 3 hours

Full Marks : 80

Candidates are required to give their answers in their own words as far as practicable.

The questions are of equal value.

Answer any four questions in which

Q. No. 1 is compulsory.

1. Tick the correct statement:

(i) Open ended schemes are the funds available for subscription and repurchase on a continuous basis.

   (a) True
   (b) False

(ii) NAV is the historical value of the assets of a
fund scheme for every outstanding unit as on the date of mutual fund valuation.

(a) True
(b) False

(iii) Financial services are tangible in nature.

(a) True
(b) False

(iv) Income Funds provide return on annual basis.

(a) True
(b) False

(v) Mutual Funds are financial assets.

(a) True
(b) False

Fill-up the blanks with appropriate words:

(vi) The mutual fund in India came into existence in 1964 when _________ was established as a statutory corporation.

(vii) Financial services aid in the _________ from the investors individuals, institutions and corporate entities.
(viii) __________ is a practice of lending against
the commercial bills of a trader.
(ix) __________ is a marketable document of
title to a time deposit of a bank or any other
institutions.
(x) The portfolio of the __________ is designed
to reflect the composition of some stock
market index.

2. What is a Financial System? Mention the
important functions of financial functions.

3. What is the significance of stock exchange in
Capital Market? Mention the important functions
of stock exchange.

4. Explain the basic concept of Mutual Fund. Also
mention the evolution of the concept of Mutual
Fund.

5. Mention, in detail, the regulatory guidelines for
capital market established by SEBI.

SA – 23/2 (3) (Turn over)
6. Why Merchant Banking is important in a mature financial system? Also mention the problems faced by merchant bankers.

7. Write notes on the following:
   (i) Credit Rating
   (ii) Money Market