

5 MJ 20114 B

FOUR YEAR B.B.A. (Honours) DEGREE EXAMINATION,
NOVEMBER/DECEMBER 2025.

FIFTH SEMESTER

Major

COURSE 14: FINANCIAL MARKETS

(W.e.f 2023-24 Regulations)

Time : Three hours

Maximum : 70 marks

(No additional sheet will be supplied)

PART A — (5 × 4 = 20 marks)

Answer any FIVE of the following.

1. What are financial services? Mention any two examples.
2. Give any five features of money market
3. Capital markets
4. Differentiate between Spot rate and Forward rate
5. SWAPS
6. Name the main components of the Indian financial system
7. Certificate of deposit
8. State any five objectives of SEBI
9. Purchasing Power Parity
10. Features of Forward Contract.

PART B — (5 × 10 = 50 marks)

Answer ALL questions.

11. Explain the importance and functions of the financial system in the economic development of a country.

Or

12. Explain the functions and types of financial institutions operating in India.

13. What are the functions of money market in the financial system.

Or

14. Discuss the deficiencies of the Indian money market and suggest suitable measures for its improvement.

15. Explain objectives and functions of Capital markets.

Or

16. Describe the regulatory role of SEBI in the functioning of the Indian capital markets.

17. Define arbitrage and explain its role in maintaining equilibrium in the foreign exchange market.

Or

18. Discuss the participants in the foreign exchange market and their respective roles.

19. Explain different types of derivative contracts.

Or

20. Differentiate between hedging and speculation in derivatives trading.
