SET-3

INDIRA UNIVERSITY, PUNE

SCHOOL OF COMMERCE AND ECONOMICS- BCOM

Backlog Examination (2025 Pattern) April/ May – 2026 - Semester – I

Subject Name: Financial Markets - I **Max. Marks: 50**
Subject Code: 25COM121T **Time: 2:30 Hrs**

Instructions

- *Attempt all the questions*
- *Question No. 2 is compulsory*

CO #	Cognitive Ability	Course Outcome
CO1	**Remember**	Recall and describe the fundamental concepts, structure and components of the Indian financial System, covering the Indian Financial Market, Money Market, Capital Market, Financial Regulators and Financial Instruments.
CO2	**Understand**	Explain the inter relationship and functioning of the Indian Financial Market, Money Market and Capital Market. Describe the role of financial regulators and instruments in promoting financial stability and development.
CO3	**Apply**	Apply knowledge of the Indian Financial System, Money Market and Capital Market to identify how financial instruments and regulatory mechanisms facilitate liquidity, investment and savings in the economy.
CO4	**Analyse**	Analyse the structure, evolution and integration of the Indian Financial System, Money Market and Capital Markets. Examine the impact of financial regulators, instruments and reforms on Market efficiency.
CO5	**Evaluate**	Evaluate the functioning, effectiveness and contributions of Indian Financial Markets, Instruments, Capital Markets, Money Markets and regulators in mobilizing resources and ensuring transparency in Indian Financial System.

Q1.	**Solve any 6 questions:** **(6 Marks)** **1. Which of the following is not a money market instrument?** A) Treasury Bill B) Certificate of Deposit C) Commercial Paper D) Debenture **2. Non-Banking Financial Institutions (NBFIs) are** A) Licensed to accept demand deposits B) Financial intermediaries other than banks C) Controlled only by the government D) Not allowed to lend money	**CO1**

	3. Which is a major function of financial markets? A) Mobilizing savings B) Channelizing investment C) Facilitating price discovery D) All of the above **4. The Repo Market involves** A) Sale and repurchase of securities B) Issuance of shares C) Currency trading D) Grant of loans to customers **5. Which of the following regulates the Indian Capital Market?** A) NABARD B) SEBI C) RBI D) Ministry of Commerce **6. The Capital Market deals with** A) Short-term funds B) Medium and long-term funds C) Foreign currency D) Consumer loans **7. One of the recent trends in Indian capital markets includes** A) Manual paper-based trading B) Dematerialization and online trading C) Elimination of SEBI D) Restriction on foreign investment	
Q2.	**Answer the following : (Compulsory Question) (8 Marks)** Illustrate the Four Types of Financial Markets in detail with an Example.	**CO2**
Q3.	**Attempt any 1 (12 Marks)** 1. Identify the functions of Clearing Corporation of India Limited (CCIL) in the Indian financial system? 2. Develop a concept note on Money Market stating the Introduction, Definition, Meaning and objectives.	**CO3**
Q4.	**Attempt any 1 (12 Marks)** 1. Explain the Government Securities Market and its importance in financing public expenditure 2. Justify the significance of Capital Market	**CO5**
Q5.	**Attempt any 1 (12 Marks)** 1. What are Financial Instruments? List the features of some new Indian Financial Instruments in detail. 2. Analyze various role and functions of financial regulatory bodies	**CO4**

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