

BA ADMINISTRATION AND GOVERNANCE
FIFTH SEMESTER
INDIAN FINANCIAL SYSTEM & FINANCIAL INSTITUTIONS
BAAG – 506

**SET
B**

[USE OMR SHEET FOR OBJECTIVE PART]

Duration: 3 hrs.

Full Marks: 70

Time: 30 mins.

(Objective)

Marks: 20

Choose the correct answer from the following:

1 × 20 = 20

- The financial body that has asked intermediaries and companies to make regulatory payments in digital mode is _____.
 - Reserve Bank of India (RBI)
 - Securities Exchange Board of India (SEBI)
 - Bombay Stock Exchange (BSE)
 - National Stock Exchange (NSE)
- The first computerised stock exchange in India was _____.
 - Bombay Stock Exchange (BSE)
 - Multi Commodity Exchange (MCX)
 - National Stock Exchange (NSE)
 - Over-the-Counter Exchange of India (OCTEI)
- Which of these is a function of the stock exchange?
 - Role of an economic barometer
 - Valuation of securities
 - Encouraging investments and savings
 - All of the above
- Among the following options, which one is not the objective of the WTO?
 - To protect environment
 - To improve the balance of payment situation of the member countries
 - To improve the standard of living of people of the member countries
 - To enlarge production and trade of goods
- When did the World Trade Organization come into effect?
 - March 6, 1996
 - April 8, 1994
 - February 5, 1994
 - January 1, 1995
- Which of the following statements is correct?
 - Every member country of the IMF automatically becomes the member of the World Bank
 - The World Bank has 45 founder members
 - India is not the founding member of the World Bank
 - IMF is the part of World Bank group
- India's ranking in the 'Ease of Doing Business Index' is sometimes seen in the news. Which of the following has declared that ranking?
 - Organization for Economic Cooperation and Development (OECD)
 - World Economic Forum
 - World Bank
 - World Trade Organization (WTO)

8. Which of the following organizations brings out the publication known as 'World Economic Outlook'?
- | | |
|------------------------------------|---|
| a. The International Monetary Fund | b. The United Nations Development Programme |
| c. The World Economic Forum | d. The World Bank |
9. Which of the following is issued by registered foreign portfolio investors to overseas investors who want to be part of the Indian stock market without registering themselves directly?
- | | |
|---------------------------|-----------------------|
| a. Certificate of Deposit | b. Commercial Paper |
| c. Promissory Note | d. Participatory Note |
10. What is/are the purpose/purposes of the Government's 'Sovereign Gold Bond Scheme' and 'Gold Monetization Scheme'?
- 1) To bring the idle gold lying with Indian households into the economy
 - 2) To promote FDI in the gold and jewellery sector
 - 3) To reduce India's dependence on gold imports
- Select the correct answer using the code given below
- | | |
|-----------------|-----------------|
| a. 1 only | b. 2 and 3 only |
| c. 1 and 3 only | d. 1, 2 and 3 |
11. Which of these markets allows trading of securities with less than one year of maturity?
- | | |
|-------------------|-----------------------|
| a. Global market | b. Money market |
| c. Capital market | d. Transaction market |
12. A contract between a buyer and a seller, entered on a particular date, regarding a transaction that they will fulfil at a later date, is known as _____.
- | | |
|---------------------|------------------------|
| a. Forward Contract | b. Future Contract |
| c. Fixed Contract | d. Derivative Contract |
13. How many companies are a part of Sensex (Stock Exchange Sensitive Index)?
- | | |
|-------|--------|
| a. 20 | b. 30 |
| c. 50 | d. 100 |
14. Along with the World Bank and _____, WTO is the third economic pillar of worldwide dimensions.
- | | |
|---|---|
| a. International Economic Association (IEA) | b. International Monetary Funds (IMF) |
| c. International Development Bank (IDB) | d. International Funding Organisation (IFO) |
15. Which of the following statements is not correct?
- | | |
|--|--|
| a. Both the IMF & IBRD have headquarters in Washington | b. ICSID is the constituent organisation of the World Bank Group |
| c. IBRD is known as World Bank also | d. India's vote share in the International Monetary Fund is 10% |

16. Why was the World Bank established?
- a. To promote the International Trade
 - b. To reconstruct the economies damaged during the Second World War
 - c. to improve the adverse Balance of Payment situation of the nonmember countries
 - d. None of the above
17. Consider the following:
- 1) Foreign currency convertible bonds
 - 2) Foreign institutional investment with certain conditions
 - 3) Global depository receipts
 - 4) Non-resident external deposits
- Which of the above can be included in Foreign Direct Investments?
- a. 1, 2 and 3
 - b. 3 only
 - c. 2 and 4
 - d. 1 and 4
18. With reference to Trade-Related Investment Measures (TRIMS), which of the following statements is/are correct?
- 1) Quantitative restrictions on imports by foreign investors are prohibited.
 - 2) They apply to investment measures related to trade in both goods and services.
 - 3) They are not concerned with the regulation of foreign investment.
- Select the correct answer using the code given below:
- a. 1 and 2 only
 - b. 2 only
 - c. 1 and 3 only
 - d. 1, 2 and 3
19. With reference to 'Bitcoins', sometimes seen in the news, which of the following statements is/are correct?
- 1) Bitcoins are tracked by the Central Banks of the countries.
 - 2) Anyone with a Bitcoin address can send and receive Bitcoins from anyone else with a Bitcoin address.
 - 3) Online payments can be sent without either side knowing the identity of the other.
- Select the correct answer using the code given below.
- a. 1 and 2 only
 - b. 2 and 3 only
 - c. 3 only
 - d. 1, 2 and 3
20. 'Global Financial Stability Report' is prepared by the
- a. European Central Bank
 - b. International Monetary Fund
 - c. International Bank for Reconstruction and Development
 - d. Organization for Economic Cooperation and Development

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(Descriptive)

Time : 2 Hr. 30 Mins.

Marks : 50

[Answer question no.1 & any four (4) from the rest]

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|---|--------|
| 1. What role does World bank play in the development of LDCs? How is it different from that of IMF? | 5+5=10 |
| 2. Give an overview of the Agreement on Agriculture of WTO. | 10 |
| 3. Explain the different instruments of money market. | 10 |
| 4. 'International trade is an engine for inclusive economic growth'. Comment. | 10 |
| 5. The broader aims and objectives of WTO are to manage and promote international trade in the era of globalization. But the Doha round of negotiations seems doomed due to differences between the developed and the developing countries." Discuss in the Indian perspective. | 10 |
| 6. Explain the functions of SEBI. | 10 |
| 7. Explain about the different organizations of World Bank. | 10 |
| 8. State the relevance of Masala bond. | 10 |

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