

2016

(6th Semester)

ECONOMICS

(Honours)

Paper No. : ECO-603 (b)

(**Financial Institutions and Markets**)

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

UNIT—I

1. (a) Discuss in detail the structure and role of financial system. 14

Or

- (b) Discuss the growth of the Indian Financial System since 1960. 14

UNIT—II

2. (a) What are the chief functions of commercial bank? Briefly discuss its role in the economic growth of a country. 8+6=14

Or

- (b) Discuss about the functions and role of a development bank. 7+7=14

UNIT—III

3. (a) The selective method of credit control is more effective than general method in an underdeveloped economy. Discuss. 14

Or

- (b) What are the main instruments of monetary regulation policy of a country? Discuss the limitations of these instruments. 7+7=14

UNIT—IV

4. (a) Write a note on the Non-banking Finance Companies (NBFCs) in India's capital market. 14

Or

- (i) What do you mean by capital market? What are the constituents of Indian capital market? Analyze the development of Indian capital market since Independence. 4+2+8=14

UNIT—V

5. (a) Discuss the nature and organization of foreign exchange markets. 7+7=14

Or

- (b) Explain how exchange rate is determined under fixed and flexible exchange rate regimes. 14
