

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

School of Liberal Education

Master of Arts in Economics
Mid Term Examination - Mar 2024

Duration : 90 Minutes
Max Marks : 50

Sem IV - ECO6024 - Financial Institutions and MarketGeneral Instructions

Answer to the specific question asked

Draw neat, labelled diagrams wherever necessary

Approved data hand books are allowed subject to verification by the Invigilator

- 1) What is debentures? K2 (2)
- 2) Explain the principle of utmost good faith in insurance. K1 (3)
- 3) Explain the concept of moral hazard in the context of financial institutions. K2 (4)
- 4) Write short notes on the following items: K2 (6)
a) Bank Rate b) Cash Reserve Ratio c) Open Market Operations
- 5) Describe the development and regulation of stock exchanges in India. K3 (6)
- 6) Critically explain Cambridge Cash Balance approach. K3 (9)
- 7) Discuss the structure of the Indian financial system, including its regulatory framework and major institutions. K4 (8)
- 8) Briefly discuss the various techniques used for monetary control or maintain the price stability in India. K4 (12)

OR

What are the key characteristics of the formal financial system? K4 (12)
Provide examples of its components.