

**2019**

( 6th Semester )

**ECONOMICS**

( Honours )

Paper : 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) Define financial system. Explain various classifications of Indian Financial Institutions. 4+10

*Or*

- (b) Discuss the reforms in Indian Banking Sector. Give its impact. 10+4

UNIT—II

2. (a) Give a brief account on the rationale and review of Bank Nationalization. 14

Or

- (b) Define non-banking financial intermediaries. Discuss its role and functions. 4+10

UNIT—III

3. (a) Explain the functions and roles of RBI in a developing economy. 14

Or

- (b) Discuss various techniques used for monetary control or to maintain price stability in a developing country. 14

UNIT—IV

4. (a) Distinguish between regulated and unregulated credit markets. Write the main types of unregulated credit market. 4+10

Or

- (b) What is money market? Discuss the features of undeveloped money market with special reference to India. 4+10

UNIT—V

5. (a) Explain how foreign exchange rate is determined under fixed exchange rate regime. 14

Or

- (b) What is hedging? Discuss the role of hedging in the determination of exchange rates. 4+10

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