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(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 functions and role of financial sector in the economic development of India. 7+7=14

Or

- (b) Discuss the recent reforms in banking sector. 14

L7/437

(Turn Over)

UNIT—II

2. (a) Describe different types of development banks. Also discuss its role in a developing economy. $7+7=14$

Or

- (b) Define non-bank financial intermediaries. Discuss the measures taken by RBI to regulate the non-bank financial intermediaries in the sound monetary management of India. $2+12=14$

UNIT—III

3. (a) Explain the development and regulatory role of RBI in underdeveloped countries. $7+7=14$

Or

- (b) Critically examine the role and functions of monetary policy in a developing economy. 14

UNIT—IV

4. (a) Distinguish between regulated and unregulated credit markets. Write the main sources of unregulated credit market. $4+10=14$

(3)

Or

- (b) What is money market? Describe the working of money market. $4+10=14$

UNIT—V

5. (a) Distinguish between floating exchange rate and fixed exchange rate. What type of exchange rate system has been adopted by India? $5+9=14$

Or

- (b) Discuss different types of foreign exchange rate. Also discuss the role of hedging in the determination of exchange rates. $7+7=14$

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