

**GUJARAT NATIONAL LAW UNIVERSITY
GANDHINAGAR**

Course: Financial Institutions and Markets
Semester-VI (Batch: 2016-21)

End Semester Examination: April-May 2019

Date: 11th May, 2019

Duration: 3 hours

Max. Marks: 50

Instructions:

- Read the questions properly and write the answers in the given answer book.
- The respective marks for each question are indicated in-line.
- Do not write anything on the question paper.
- Indicate correct question numbers in front of the answers.
- No questions or clarifications can be sought during the exam period, answer as it is, giving reason, if any.

Answer all questions	Marks
Q.1 Last couple of years saw an unprecedented growth of Indian capital markets. This was made possible by the modernisation in the trading and settlement systems and introduction of dematerialisation of shares and securities. In view of the above-stated observation, discuss the limitations of physical securities which are overcome by the 'dematerialisation'.	(06)
Q.2 Define 'securities market'. Discuss the 'securities market' regulation framework in India.	(06)
Q.3 Write a note on the functions of 'Investment banks'.	(06)
Q.4 Define 'Depository'. What are the limitations of 'physical' form of securities? How does the De-materialized form of securities help overcome the limitations?	(06)
Q.5 What is 'Mutual Fund'? How are investments in mutual fund beneficial to investors?	(06)
Q.6 What are 'derivatives' in financial market? Discuss the significance of derivatives market.	(05)
Q.7 Write a note on securities market scams in India. State your views on the role performed by the legal system in India by way of efficient and effective delivery of justice post-scams.	(05)
Q.8 Write a note on Application Supported by Blocked Amount (ASBA) process of application.	(05)
Q.9 Define 'merchant banks'. How are they different from 'Investment banks'?	(05)
