



SDCFA203/SDCAF203

II Semester B.Com. (FA&AF) Degree Examination, June/July - 2026
(SEP Scheme)
COMMERCE
Indian Financial System

Time : 3 Hours

Maximum Marks : 80

Instructions :

Answers should be written in English only.

SECTION - A

Answer Any Five sub questions. Each sub question carries two marks.(5×2=10)

1. a) Give meaning of financial intermediaries.
- b) State the meaning of sensex.
- c) Define NBFC's.
- d) What is venture capital?
- e) Give meaning of SEBI.
- f) Define Depository
- g) What is mutual fund?

SECTION - B

Answer any Three questions out of Five questions. Each question carries Six marks. (3×6=18)

2. State the importance of financial system.
3. Differentiate between money market and capital market.
4. What are development Banks? Explain structure of development banks.
5. Briefly explain financial service Industry.
6. Outline the functions of SEBI.

[P.T.O.]

**SECTION - C**

**Answer any Three out of Five questions. Each question carries Fourteen marks.
(3×14=42)**

7. Analyse Economic Growth with present financial system.
8. Explain in detail the capital market instruments.
9. Describe the importance and functions of RRB's.
10. Write a note on portfolio management service.
11. Briefly explain the role of RBI in inflation control.

SECTION - D

**Answer any One of the following sub question. Each sub question carries ten marks.
(1×10=10)**

12. a) A company wants expansion and it is considering bank loans venture capital and issuing shares compare all three options and suggest the best among the three options.

(OR)

- b) A startup company plans to raise funds through IPO but unsure about regulatory compliance and investor protection In this situation.
- i) Identify financial markets involved.
 - ii) Suggest the role of SEBI in investors protection.
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