DOON UNIVERSITY

End Semester Examination 2017

School of Social Sciences

MSc Integrated (fifth and Ninth Semester)/MA (third Semester)
Course: Financial Theory and Markets/SSEI620

Time: 3 hours Maximum Marks: 50 Section A (Short Answer Type) (2 marks each) 12 1. What is risk-return trade off? What is theory of interest rate? 3. What is interest rate spread? What is near money? 5. What is IRDA? What is IBRD? Section B (Medium Answer Type) (Do any three) (8 marks each) 24 7. What are prime functions of central bank? Discuss in detail. Discuss role of money and capital market. Discuss the role of monetary policy in developing countries. 10. Discuss role of ADB. Section C (Long Answer Type) (Do any one) (14 marks each) 14 11. Discuss floating exchange rate since 1973.

12. Discuss lending operations of the world bank.