

P.G Commerce
3rd Semester
Paper:- Financial Institutions &
Market(P-303)

here's a set of 50 one-mark questions and 20 long questions related to Financial Institutions and Markets:

****One-Mark Questions:****

1. What is a financial institution?
2. Define a commercial bank.
3. What is the role of an investment bank?
4. Explain the concept of a credit union.
5. What is a mutual fund?
6. Define a stock exchange.
7. Explain the term "securities brokerage."
8. What is the primary function of an insurance company?
9. Define a central bank.
10. What is a hedge fund?
11. Explain the concept of a pension fund.
12. What is a non-bank financial institution (NBFI)?
13. Define a mortgage lender.
14. Explain the role of a venture capital firm.
15. What is a financial market?
16. Define the term "liquidity."
17. What is a bond?
18. Explain the concept of a stock.
19. Define a derivative.
20. What is an initial public offering (IPO)?
21. Explain the term "market maker."
22. What is the function of a credit rating agency?

23. Define the term "money market."
24. What is the foreign exchange market (Forex)?
25. Explain the concept of a futures contract.
26. Define the term "asset management."
27. What is the role of a clearinghouse in financial markets?
28. Explain the concept of a yield curve.
29. What is a financial regulator?
30. Define the term "financial innovation."
31. What is a subprime mortgage?
32. Explain the concept of a bear market.
33. Define the term "systemic risk."
34. What is a blue-chip stock?
35. Explain the concept of a dividend.
36. Define the term "initial margin."
37. What is a 401(k) plan?
38. Explain the concept of a collateralized debt obligation (CDO).
39. Define the term "fiduciary duty."
40. What is the function of a central depository?
41. Explain the concept of insider trading.
42. Define the term "recession."
43. What is a credit default swap (CDS)?
44. Explain the concept of a sovereign wealth fund.
45. Define the term "market volatility."
46. What is a call option?
47. Explain the concept of a mutual fund expense ratio.
48. Define the term "market capitalization."
49. What is a bull market?
50. Explain the concept of a financial bubble.

****Long Questions:****

1. Discuss the role and functions of commercial banks in the financial system.
2. Explain the services provided by investment banks and their significance in capital markets.
3. Describe the structure and functions of a typical credit union.
4. Discuss the objectives and benefits of mutual funds for investors.
5. Explain the role of stock exchanges in facilitating securities trading.
6. Describe the responsibilities and functions of securities brokerage firms.
7. Discuss the types of insurance products offered by insurance companies.
8. Explain the functions and responsibilities of a central bank in a country's monetary system.
9. Describe the strategies and risks associated with hedge funds.
10. Discuss the importance of pension funds in retirement planning.
11. Explain the activities and regulations governing non-bank financial institutions (NBFIs).
12. Describe the functions and responsibilities of mortgage lenders.
13. Discuss the role of venture capital firms in financing startups and small businesses.
14. Explain the concept of financial markets and their classification.
15. Describe the factors that influence liquidity in financial markets.
16. Explain the characteristics and features of bonds as financial instruments.
17. Discuss the fundamentals of stock ownership and the role of stock exchanges.
18. Explain the various types of derivatives and their uses in risk management.
19. Describe the process and implications of an initial public offering (IPO).
20. Discuss the functions and responsibilities of market makers in securities trading.
21. Explain the importance of credit rating agencies in financial markets.
22. Describe the characteristics and functions of money markets.
23. Discuss the foreign exchange market (Forex) and its significance in global finance.
24. Explain the concept of futures contracts and their applications.
25. Describe the activities and services offered by asset management companies.
26. Discuss the role of clearinghouses in ensuring the integrity of financial markets.
27. Explain the concept of a yield curve and its implications for the economy.
28. Discuss the regulatory framework and objectives of financial regulators.
29. Explain the concept of financial innovation and provide examples.
30. Describe the factors contributing to the subprime mortgage crisis of 2008.
31. Discuss the impact of a bear market on investors and the economy.

32. Explain the concept of systemic risk and its relevance to financial stability.
33. Describe the characteristics and investment strategies related to blue-chip stocks.
34. Discuss the importance of dividends for stockholders and companies.
35. Explain the concept of initial margin in futures trading.
36. Describe the features and benefits of 401(k) retirement plans.
37. Discuss the role of collateralized debt obligations (CDOs) in the financial crisis.
38. Explain the concept of fiduciary duty in financial services.
39. Describe the functions and significance of central depositories in securities markets.
40. Discuss the ethical and legal implications of insider trading.
41. Explain the causes and consequences of a recession in an economy.
42. Discuss the role and risks of credit default swaps (CDS) in financial markets.
43. Describe the objectives and investment strategies of sovereign wealth funds.
44. Explain the factors contributing to market volatility and its effects on investors.
45. Discuss the characteristics and uses of call options in options trading.
46. Explain the concept of mutual fund expense ratios and their impact on returns.
47. Describe the significance of market capitalization in valuing companies.
48. Discuss the features and opportunities associated with a bull market.
49. Explain the factors leading to a financial bubble and its potential consequences.
50. Discuss the lessons learned from major financial crises in history and their impact on financial regulations.