

**M.Com. Part- II Examination, 2021 (DDE)**

**Subject : Commerce**

**(Paper 24: Indian Financial System)**

**Time: 2 Hours**

**Full Marks: 40**

*The figures in the margin indicate full marks.  
Candidates are required to give their answers in their own words  
as far as practicable*

**Answer any four questions:**

**10x4=40**

1. Derive the expression of a generalized version of money multiplier. 10
2. Discuss briefly the process of financial development. Write a short note on financial liberalization theory. (5+5)
3. Discuss the recommendations of Narasimham Committee in the context of reform in the banking sector. How far were these recommendations implemented? (5+5)
4. Narrate the promotional and development role of RBI in the context of the agricultural sector. 10
5. What are the factors that influence the call money market rate? Which measures does the RBI take to curb high volatility in call rates? (5+5)
6. Write a short note on Green Shoe Option. Discuss the IPO process in brief. (5+5)