

**MASTER OF BUSINESS ADMINISTRATION
(FINANCIAL MARKETS)
(MBAFM)**

Term-End Examination

December, 2013

MCT-075 : DEBT MARKETS

Time : 3 hours

Maximum Marks : 100

Note : Attempt any five questions. All questions carry equal marks.

1. What are the segments of Indian debt market ? 20
Discuss the economic variables that impact the debt market. Who are the major participants in the Indian debt market ?
2. What is meant by Money Market ? Discuss 20
Collateralised Borrowing and Lending Obligation (CBLO) and Commercial Paper (CP).
3. What is Term Money Market ? Discuss Certificate 20
of Deposits (CDs), Bill Rediscounting (BRDs) and Inter Bank Participation Certificates (IBPCs).
4. What are government securities ? Discuss the 20
different types of government securities and explain the features of government securities.

5. How is valuation of premium, par, discount and zero coupon bonds done ? What is duration and how modified duration is calculated ? 20
6. What is Securitisation ? Discuss the key steps in securitisation. What are the obstacles to securitisation in India ? 20
7. What are Interest Rate Derivatives ? Explain Interest Rate Caps, Floors, Collars and discuss their application. 20
8. What is Interest Rate Swap (IRS) ? Explain the various types of interest rate swaps and discuss their applications. 20
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