

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

**00784** Term-End Examination

**December, 2014**

**MCT-071 : ECONOMICS FOR THE  
FINANCIAL MARKETS**

*Time : 3 hours*

*Maximum Marks : 100*

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**Note :** Answer any *five* questions. All questions carry equal marks.

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1. Why is there a need to estimate the growth of financial markets ? Discuss the determinants of growth of financial markets. 20
2. What do you mean by multiple cash flows ? Describe the techniques for multiple-period analysis. 20
3. What do you mean by EVA ? Discuss the steps involved in calculating EVA and its significance for financial markets. 20
4. What are Non-Banking Financial Companies (NBFCs) ? Briefly discuss the functions of NBFCs. 20

5. What are financial markets ? Give their structure and different types of markets as a part of financial markets. 20
6. What is monetary policy ? How is it different from fiscal policy ? How is monetary policy used to increase the economic growth of a country ? 20
7. What are equilibrium interest rates ? Briefly discuss the factors that are instrumental in changing the equilibrium interest rates. 20
8. Write short notes on the following : 10+10=20
- (a) Mutual Fund Markets
  - (b) Balance of Payment
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