

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

Term-End Examination

00240

December, 2014

MCT-075 : DEBT MARKETS

Time : 3 hours

Maximum Marks : 100

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

1. Explain the salient features of the Indian Economy and discuss the recent developments in the Indian Economy. 20
2. What are the main features of debt market in India ? Discuss the economic variables that impact the debt markets. 20
3. What is meant by Money Market ? Discuss Collateralised Borrowing and Lending Obligations (CBLO) and Commercial Paper (CP). 20
4. Define the term 'debenture'. Explain the process of creation of 'Debenture Redemption Reserve'. Distinguish between share capital and debenture. 20

5. What are Government Securities ? Discuss the features of government securities and distinguish between Treasury Bills and Government Securities. 20
 6. What is debt securitisation ? Explain the basic steps involved in debt securitisation process. 20
 7. What are Interest Rate Derivatives ? Explain Interest Rate Caps, Floors, Collars, and discuss their applications. 20
 8. Discuss the process of trading of debt instruments in the secondary market. Explain the clearing and settlement processes. 20
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