



FACULTY OF BUSINESS

FINAL EXAMINATION

Student ID (in Figures) :

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Student ID (in Words) : _____

Course Code & Name : **FIN1613 FINANCIAL INSTITUTIONS AND MARKETS**
Semester & Year : JANUARY – APRIL 2022
Lecturer/Examiner : MR.RAVINDRAN RAMAN
Duration : 3 Hours

INSTRUCTIONS TO CANDIDATES

1. This question paper consists of 2 parts:
PART A (25 marks) : Answer all THREE (3) short answer questions. Answers are to be written in the Answer Booklet provided.
PART B (75 marks) : Answer all FOUR (4) structured type answer questions. Answers are to be written in the Answer Booklet provided.
2. Candidates are not allowed to bring any unauthorised materials except writing equipment into the Examination Hall. Electronic dictionaries are strictly prohibited.
3. This question paper must be submitted along with all used and/or unused rough papers and/or graph paper (if any). Candidates are NOT allowed to take any examination materials out of the examination hall.
4. Only ballpoint pens are allowed to be used in answering the questions, with the exception of multiple choice questions, where 2B pencils are to be used.

WARNING: The University Examination Board (UEB) of BERJAYA University College regards cheating as a most serious offence and will not hesitate to mete out the appropriate punitive actions according to the severity of the offence committed, and in accordance with the clauses stipulated in the Students' Handbook, up to and including expulsion from BERJAYA University College.

Total Number of pages = 3 (Including the cover page)

PART A : SHORT ANSWER QUESTIONS (25 MARKS)

INSTRUCTION (S) : Answer all **THREE (3)** questions. Write your answers in the answer booklet(s) provided.

Question 1

Briefly define the following terms in the perspective of financial institutions and markets:

- (a) Capital Market (3 marks)
 - (b) Risk management and hedging (3 marks)
 - (c) Debt financing (3 marks)
- (Total 9 marks)**

Question 2

Explain the **FOUR (4)** types of capital market securities in the Malaysian financial market.

(Total 8 marks)

Question 3

Discuss **TWO (2)** crucial roles played by Public Bank Berhad in Malaysia being a financial institution.

(Total 8 marks)

END OF PART A

PART B : STRUCTURED TYPE ANSWER QUESTIONS (75 MARKS)

INSTRUCTION (S) : Answer all **FOUR (4)** questions. Write your answers in the answer booklet(s) provided.

Question 1

Movement in an interest rate may give an impact for a country's economy. Discuss **FIVE (5)** types of major impacts that might arise due to changes.

(Total 20 marks)

Question 2

Explain **FOUR (4)** measures taken by a Central Bank in managing money supply and in order to conduct an efficient money supply in the country.

(Total 20 marks)

Question 3

A mortgage and hire purchase are loans which varies between each other. Distinguish **FIVE (5)** differences between each of them and provide an example of an asset which is purchased under each type of the loan.

(Total 15 marks)

Question 4

Describe **FIVE (5)** characteristics of a bank for playing the role as depository institution.

(Total 20 marks)

END OF QUESTION PAPER