

1. The Regulatory institutions must need to be constantly adaptive to the changing environment and must constantly evaluating their own effectiveness regarding procedures and decision making. Elaborate. (150 Words)

Answer:

- As the world is progressing towards the global village with changing the nature of the problems in the field of finance, telecom, cyber world, environment and safety; there is need for regulatory institutions to constantly adapt to this challenging environment by wise methods and decisions. Regulatory institutions are governmental bodies created by legislature to implement and enforce specific laws.
- As Technology and the computer processing power doubles in two years so, regulators have to be one step ahead of technology change. In order to dealt with the cybercrime and online frauds regulators continuously updating their manpower and regulations.
- The emergence of new business models, which have wide variety of complexities in evolving markets and evolving risks of securities market. The five major regulators in financial market, RBI, SEBI, FMC, IRDA and PFRDA are continuously changing and adapting with the changes in financial market.
- Financial crisis of 2008 raised a big question on effectiveness of the regulatory institutions of the world. While financial wizards were inventing new financial instruments, the regulators were not updated with the risk exposure to such new innovations. While such risks are common to most financial and economic regulation, they are also pervasive in other areas of governance.
- In order to regulate these business SEBI is continuously adapting to new environment. The Insider trading was not so damaging 20 years ago, but now the quantum and volume of trading means one small financial scam can collapse entire financial system for a long time.
- As a result insider trading is considered very serious and new norms are issued from time to time. Similarly, it also issued an advisory against p-note by FIIs, and then banned them.
- As the global warming is rising day by day, different regulators have been changing and adapting their norms and regulations in policy environment. NGT expeditiously dispose the environmental issue which is changing day by day. Now NGT act strictly even on minor issue which harm the environment as we have seen in the ban of waste garbage burning.
- The working procedure and decision making must be updated quickly and constantly with the evolving world to take care of the modern problems by regulatory institutions.
- A large number of sectors in India and world have seen sweeping changes due to the changing landscape, while most regulators were earlier bureaucratic in nature; they are fast becoming professional consultancy and in many areas are being replaced by professional firms.

PRACTICE QUESTIONS

Answer the following Questions

1. Elaborate on the factors responsible for the evolution of the current drainage system in Indian sub-continent, with special emphasis on the characteristic features of Himalayan and Peninsular rivers. (150 words)
2. Enumerate the features of Plantation Agriculture and the problems faced by them. Given the fact that area under cultivation of palm oil has been increasing, discuss the benefits and challenges associated with it. (150 words)

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