

TIME: 2.5 Hours

MARKS: 75

Note: 1.Q1is compulsory.

2. Q2 to Q5 are compulsory with internal choice.

3. All questions carry equal marks.

Q1. (A) Match the Following (Any8)

(8)

A	B
1. CRISIL	A. Registered with SEBI
2. Smart Card	B. Futures and Forwards
3. Revolving Credit	C. Housing Finance, Mutual Funds, Hire Purchase
4. Party owing an asset	D. New Issues to public
5. Early-stage financing	E. Special Purpose Vehicle
6. Executing securitization deal	F. Seed capital
7. Primary Market	G. lessor
8. Fund Based Services	H. Ongoing credit
9. Derivative contract	I. Plastic card with microprocessor
10. Sub broker	J. Credit Rating Agencies in India

Q1. (B) State whether following statements are True or False (Any 7)

(7)

1. Demand deposits cannot be accepted by NBFCs.
2. The commercial bill rate is higher than the Treasury bill rate.
3. Bill discounting is a short-term source of finance.
4. Underwriters agree to take up securities which are not fully subscribed.
5. A certificate of registration should be obtained from SEBI to act as a clearing member.
6. Smart card technology is easy to duplicate or forge.
7. AAA rating given by CRISIL for debentures is considered to have high risk.
8. Early-stage Financing include Development capital.
9. Merchant bankers require compulsory registration with IRDA to carry out their activities.
10. Non fund-based services are also known as asset based services.

Q2. (A) Describe objectives of financial services

(7)

(B) Distinguish between Factoring and Bill Discounting.

(8)

OR

Q2. (P) Explain the advantages of Factoring.

(7)

(Q) what are the problems in financial services sector?

(8)

Q3. (A) What are the services provided by Merchant Banker?

(7)

(B) Explain the steps in stock trading.

(8)

OR

Q3. (P) Define Securitization.Explain its features.

(7)

(Q) Explain the Participants in Derivative markets.

(8)

- Q4.** On 1st April, 2020 Moon Ltd purchased machinery from Sun Ltd on hire purchase basis. The cash price of the machinery was rs.9,00,000. Down payment of rs.3,00,000 was made on the date of purchase. The balance was paid in three annual instalments of rs.2,00,000 plus interest at 15% p.a payable on 31st March each year. The first instalment being payable on 31st March, 2020. Prepare Machinery A/c and Sun Ltd A/c in the books of Moon Ltd, assuming that the accounts are closed on 31st March every year and depreciation at 10%p. a is charged on the original cost. (15)

OR

- Q4.** (P) Explain types of Venture Capital Financing stages. (7)
(Q). Explain the role of National Housing Bank. (8)
- Q5.** (A) Define credit rating. Explain its features. (7)
(B) Explain various types of plastic cards. (8)

OR

- Q5. Write a short notes on: (any 3)** (15)

1. Banking and non-banking companies.
2. Sub Stock brokers.
3. Types of Lease
4. Sources of Consumer Finance
5. Derivating Trading
