Reg. No	155	61
Name	Jet.	1

# B.Com. DEGREE (C.B.C.S.S.) EXAMINATION, MARCH 2017

## Fourth Semester

Core Course 12-FINANCIAL SERVICES

(Common for Model I, Model II and U.G.C. Sponsored B.Com. Degree Programmes)
[2013 Admission onwards]

Time: Three Hours

Maximum Marks: 80

## Part A

Answer all questions.

Each question carries 1 mark.

- 1 Define Merchant banker.
- 2. What do you mean by factoring?
- 3. What is triple A rating signifies?
- 4. What is securitisation?
- 5. Name four leading credit rating agencies.
- 6. What do you mean by operating lease?
- 7. Define mutual fund.
- 8. Name parties to leasing agreement.
- 8. What are tax free funds?
- 10. What is forfeiting?

 $(10 \times 1 = 10)$ 

#### Part B

Answer any eight questions. Each question carries 2 marks.

- 11. Mention the advantages of venture capital.
- 12. What are the main objects of factoring?
- 13. How does mutual fund works.
- 14. What are the features of finance lease?
- 15. Distinguish between factoring and discounting.
- 16. "Credit rating is mandatory to all financial instruments". Explain.

Turn over

- What are the responsibilities of a merchant banker?
- 18. State the importance of financial services.
- 19. What are the main fees based financial services?
- 20. Distinguish between closed -end funds and open-end funds.
- 21. What are the restrictions on rating securities?
- 22. What is CARE? Explain the services provided by it.

 $(8 \times 2 = 16)$ 

### Part C

Answer any six questions. Each question carries 4 marks.

- 23. Describe the mode of operand : of factoring services.
- 24. What are the benefits of forfeiting?
- 25. Explain how the credit rating agencies analyse a company for giving rating symbols.
- 26. What are the various kinds of factoring services?
- 27. What are the different types of mutual funds?
- 28. List out various financial services now available in the Indian financial system.
- 29. Discuss the importance of venture capital.
- 30. What do you understand by two factor system?
- 31. Point out the limitations of leasing.

 $(6 \times 4 = 24)$ 

# Part D

Answer any **two** questions. Each question carries 15 marks.

- 32. What do you mean by venture capital? Discuss the scope of venture capital in India.
- 33. Define leasing. What are the major types of leasing? What are its advantages and disadvantages?
- 34. Explain the functions of a merchant banker. Give a brief history of merchant banking in India.
- 35. State the SEBI guidelines in respect of constitutions and management of mutual funds.

 $(2 \times 15 = 30)$