

C 1716

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Name.....

Reg. No.....

SIXTH SEMESTER B.Com. DEGREE EXAMINATION, MARCH/APRIL 2016

(UG—CCSS)

Core Course

BC 6B 14—FINANCIAL SERVICES

Maximum : 30 Weightage

Time : Three Hours

Part A

*This part consists of three bunches of questions carrying equal weight of 1.
Each bunch consists of four objective type questions.
Answer all questions.*

Fill up the blanks :

- 1 The amount of money payable periodically by the lessee to the lessor is called _____.
- 2 Mutual funds in India are regulated by _____.
- 3 In _____ factoring the risk of bad debt is borne by the client.
- 4 The financing of new projects by participating in the equity capital is called _____.

Multiple Choice Questions :

- 5 Which among the following is not a function of merchant bankers ?

- | | |
|---------------------------|-------------------------------|
| (a) Project study. | (b) Collection of book debts. |
| (c) Portfolio management. | (d) Issue management. |

- 6 The advantage of mutual fund is :

- | | |
|--------------------|-------------------|
| (a) Better return. | (b) Reduced risk. |
| (c) Liquidity. | (d) All of these. |

- 7 The arrangement with an institution for the collection debtors is called :

- | | |
|-------------------|------------------|
| (a) Leasing. | (b) Factoring. |
| (c) Underwriting. | (d) Mutual fund. |

- 8 _____ is a form of funding for high risk high return projects.

- | | |
|-------------------|-----------------------|
| (a) Leasing. | (b) Venture capital. |
| (c) Underwriting. | (d) Merchant banking. |

Turn over

Match the following :

- | | |
|------------------------|-----------------------|
| 9 Advisory services | (a) Mutual fund. |
| 10 NAV | (b) Leasing. |
| 11 Factor | (c) Merchant bankers. |
| 12 Fund based services | (d) Debt collection. |

(12 × ¼ = 3 weightage)

Part B

Answer all questions.

Each question carries a weightage of 1.

- 13 What is factoring ?
- 14 What is venture capital ?
- 15 Who is a merchant banker ?
- 16 What is operating leasing ?
- 17 What NAV ?
- 18 What is credit card ?
- 19 What is sale and lease back ?
- 20 What is an income fund ?
- 21 What is corporate counseling ?

(9 × 1 = 9 weightage)

Part C

Answer any five questions.

Each question carries a weightage of 2.

- 22 What are the features of venture capital ?
- 23 What are the advantages of mutual funds ?
- 24 Distinguish between fund based services and fee based services.
- 25 What are the benefits of credit cards ?
- 26 Explain the meaning and importance of housing finance.
- 27 Explain the features of operating lease.
- 28 What are the advantages of factoring services ?

(5 × 2 = 10 weightage)

Part D

*Answer any two questions.
Each question carries a weightage of 4.*

- 29 Explain the role of merchant bankers in the new issue of securities by companies.
- 30 Define mutual fund. What are the different types of mutual funds ?
- 31 What are the advantages of leasing to lesser and the lessee ?

(2 × 4 = 8 weightage)