

Code: 17BA3T6FA

**II MBA - I Semester-Regular/Supplementary Examinations
November 2019**

FINANCIAL MARKETS AND SERVICES

Duration: 3 hours

Max. Marks: 60

SECTION - A

1. Answer the following:

5 x 2 = 10 M

- a) Choose any TWO factors for affecting the stability of the Indian Financial System.
- b) Illustrate about Commercial Paper.
- c) Show the structure of the insurance sector in India.
- d) What do you mean by United Trust of India?
- e) What are the objectives of Merchant Banking service?

SECTION – B

Answer the following:

5 x 8 = 40 M

2. a) What is Financial System? Explain the structure of Indian Financial system.

OR

- b) How would you compare Money Market Vs. Capital Market?

3. a) Define Capital Adequacy? What are the methods of raising additional capital under Basel-II norms?

OR

b) What is the Guidance given by RBI to NBFC's regarding acceptance of Public Deposits?

4. a) Discuss the functions and working of Industrial Finance Corporation of India.

OR

b) What are the Advantages and Disadvantages of Pension Plans in India?

5. a) Evaluate the History of Mutual Funds in India.

OR

b) Discuss about the Types of Lease Financing.

6. a) Explain role of Merchant Banker in managing Public Issue.

OR

b) Explain role of SEBI under Corporate Law and Provisions.

SECTION-C

7. Case Study

1x10=10 Marks

From the following information, suggest whether the lease (giving asset on lease) proposal is feasible or not with using NPV method.

Investment outlay Rs.150,00,000/-

Economic life 5 years

Scarp value Rs.1,60,000/-

Required rate of return 12 percent

Depreciation rate 20 percent

Tax rate 40 percent

Lease rent per year Rs.50,00,000/-