

Code No: **21BA3T6FA****II MBA - I Semester Regular Examinations
FEBRUARY -2023****FINANCIAL MARKETS AND SERVICES**

Duration: 3 Hours

Max. Marks: 70

- Note: 1. This question paper contains three Parts-A, Part-B and Part-C.
2. Part-A contains 8 short answer questions. Answer any **Five** Questions.
Each Question carries 2 Marks.
3. Part-B contains 5 essay questions with an internal choice from each unit.
Each Question carries 10 marks.
4. Part-C contains one Case Study for 10 Marks.
5. All parts of Question paper must be answered in one place

BL – Blooms Level

CO – Course Outcome

PART - A

		BL	CO
1. a)	What are Components of Formal Financial System?	L2	CO1
1. b)	What are Commercial Banks?	L2	CO2
1. c)	Define the role played by Insurance Industry.	L3	CO3
1. d)	What are Mutual Funds?	L3	CO4
1. e)	Discuss the underwriting.	L2	CO5
1. f)	Briefly discuss the various Pension Plans available today.	L3	CO3
1. g)	Define Venture Capital Financing.	L2	CO4
1. h)	What are Primary and Secondary Markets?	L3	CO5

PART – B

			BL	CO	Max. Marks
<u>UNIT – I</u>					
2.	a)	Explain the Structure and Components of Financial Markets in India.	L3	CO1	5 M
	b)	Discuss the factors affecting the stability of the financial system.	L3	CO1	5 M
OR					
3.	a)	Contrast the different types of Financial Intermediates?	L4	CO1	5 M
	b)	Differentiate between Money Market and Capital Market.	L4	CO1	5 M
<u>UNIT – II</u>					
4.	a)	What is a Commercial Bank? What are the types of Commercial Banks?	L4	CO2	5 M
	b)	What are Non-Banking Financial Institutions? Briefly discuss the Non-Banking Financial instruments.	L4	CO2	5 M
OR					
5.	a)	Explain the role and functions of RBI. What are the challenges that RBI is facing?	L4	CO2	5 M
	b)	Briefly present the Public and Private banking structure and performance.	L4	CO2	5 M

<u>UNIT-III</u>					
6.	a)	Discuss the role played by the Financial Institutions like ICICI & IDBI in India.	L4	CO3	5 M
	b)	What are the objectives and functions of IFCI?	L4	CO3	5 M
OR					
7.	a)	Briefly explain the different types of insurance with an example.	L3	CO3	5 M
	b)	What are Pension Funds? Discuss about different Pension Plans offered by the institutions in India.	L3	CO3	5 M
<u>UNIT – IV</u>					
8.	a)	Define Mutual Funds. Bring out the history and growth or evolution of Mutual Funds in India.	L5	CO4	5 M
	b)	Briefly enumerate the advantages and disadvantages of mutual funds.	L5	CO4	5 M
OR					
9.	a)	What is meant by leasing? What are the advantages and limitations of leasing?	L3	CO4	5 M
	b)	What is factoring? Discuss briefly the factoring scenario in India?	L3	CO4	5 M
<u>UNIT – V</u>					
10.	a)	Define Merchant Banking. Explain its role and functions.	L5	CO5	5 M
	b)	Give an overview of the evolution of merchant banking.	L5	CO5	5 M

OR					
11.	a)	Discuss the role played by the portfolio managers.	L4	CO5	5 M
	b)	Discuss briefly SEBI guidelines related to primary market in India.	L4	CO5	5 M

PART –C

			BL	CO	Max. Marks
12.		<p>Ganesh Steel Ltd.’ is a large and creditworthy company manufacturing steel for the Indian market. It now wants to cater to the asian market and decides to invest in new hi-tech machines. Since the investment is large, it requires long-term finance. It decides to raise funds by issuing equity shares. The issue of equity shares involves huge floatation cost. To meet the expenses of floatation cost the company decides to tap the money market.</p> <p>Questions:</p> <p>i) Name and explain the money market instrument the company can use for the above purpose.</p> <p>ii) What is the duration for which the company can get funds through this instrument?</p> <p>iii) State any other purpose for which this instrument can be used.</p>	L4	CO1	10 M