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Total number of printed pages – 2

MBA  
MBA 306B

**Third Semester (Back / Special) Examination – 2013**

**FINANCIAL SERVICES**

**QUESTION CODE : D 511**

**Full Marks – 70**

**Time : 3 Hours**

*Answer Question No. 1 & 2 which are compulsory and any **four** from the rest.  
The figures in the right-hand margin indicate marks.*

1. Answer the following questions :

2×10

- (a) List down any two fund based activities of a financial service company.
- (b) Distinguish between a physical asset and a financial asset.
- (c) State the functions of a foreign exchange market.
- (d) State the objectives of DFHI.
- (e) What is origination ?
- (f) What is "At best order" ?
- (g) What is leverage lease ?
- (h) What are the stages of Venture capital financing ?
- (i) What is meant by credit rating ?
- (j) State the qualities required of a merchant banker.



P.T.O.

2. Call rates closed at 6.40-6.50 per cent on Thursday against the previous close of 6.80 -7.00 per cent. In the first one-day reverse repo auction, the RBI received and accepted one bid for Rs. 25 crore. In the second one-day reverse repo auction, it received and accepted seventeen bids for Rs. 9020 crore. There were no bids in the first and second one day repo auction. The CBLO market saw 398 trades aggregating to Rs. 23, 946.50 crore in the 5.75-5.25 per cent range.
- (a) What is the position of call rates ?
- (b) How many bids are received by the RBI ?
- (c) How much amount trade aggregating in CBLO ? 10
3. Discuss briefly some of the innovative financial instruments introduced in recent times in the financial services sector. 10
4. What functions does Money market perform ? Discuss briefly the various types of instruments that are dealt in Money market. 10
5. Critically examine the role of Stock Exchanges in the financial system of a country. 10
6. Distinguish between Commercial bank and merchant bank. Discuss the guidelines for Merchant Bankers issued by SEBI. 10
7. What is the strategic role of venture capital in the development of a country ? Discuss the scope of venture capital in India. 10
8. Explain the working of various credit rating agencies in India. 10

