(Pages: 3)



M - 1690

Reg.	No.	:	

Name	<u>.</u>		

Fifth Semester B.Com. Degree Examination, December 2021 First Degree Programme under CBCSS

Stream 1: Finance

Elective Course III

CO 1561.1 : FINANCIAL MARKETS AND SERVICES

(2014, 2016 & 2017 Admission)

Time: 3 Hours Max. Marks: 80

SECTION - A

Answer all questions in one word or to a maximum of two sentences each. Each question carries 1 mark.

- What is money market?
- 2. What is book building?
- 3. What is factoring service?
- 4. What do you mean by primary market?
- 5. What is NDS?
- 6. What is consumer credit?
- 7. What is merchant banking?
- 8. What is direct leasing?

- 9. What is money market mutual fund?
- 10. What is securitisation?

 $(10 \times 1 = 10 \text{ Marks})$

SECTION - B

Answer any eight questions in not exceeding one paragraph each. Each question carries 2 marks.

- 11. What is a debt market?
- 12. What is inter bank term deposit?
- 13. Explain the types of securitisation.
- 14. What is initial public offering?
- 15. What is debt asset?
- 16. Write a short note on foreign exchange market.
- 17. What do you mean by derivative usance promissory note?
- 18. What do you mean by employee stock option scheme?
- 19. What are the features of venture capital?
- 20. What is securities lending schemes?
- 21. What is bad delivery cell?
- 22. What is private equity?

 $(8 \times 2 = 16 \text{ Marks})$

SECTION - C

Answer any six questions in about 120 words each. Each question carries 4 marks.

- 23. What are the different types of financial assets?
- 24. What are the merits of certificate of deposits?

- 25. Discuss the importance of capital market.
- 26. Explain the factors affecting investment decision of a venture capitalist.
- 27. What are the uses of Repo?
- 28. Discuss the benefits of forefaiting.
- 29. Explain the various types of risks associated with mutual funds.
- 30. Discuss the basic features of financial instruments.
- 31. What are the reasons for poor performance of primary market in India?

 $(6 \times 4 = 24 \text{ Marks})$

SECTION - D

Answer any two questions in not exceeding 4 pages each. Each question carries 15 marks.

- 32. Explain the importance of financial system for the development of economy.
- 33. Explain the defects of Indian money market.
- 34. What do you mean by mutual funds and discuss the advantages of mutual funds.
- 35. Explain the difference between factoring and forefaiting.

 $(2 \times 15 = 30 \text{ Marks})$