

**B.B.A. Part-I (Semester-II) (CBCS) Examination
BBA/205 DSC-V : FINANCIAL SERVICES**

Time : Three Hours]

[Maximum Marks : 80]

SECTION-A

Choose the Correct Option :

1. Statement one : Investment decision is an activity of Finance.

Statement two : Business Finance deals with managing the Money.

2. Statement one : Fund Mobilisation is not a function of Finance.

Statement two : Retained Earnings is an internal source of Finance.

3. Statement one : Money market is a market for short term Finance.

Statement two : Capital market is a market for long term Finance.

4. Statement one : Money market helps RBI to implement the monetary policies.

Statement two : Bills of exchange is a component of capital market.

5. Statement one : Bank provides Financial services to its customers.

Statement two : Objective of Financial service is to collect Tax.

6. Statement one : Financial Services does not include Underwriters and Brokers.

Statement two : Financial Service helps to maintain Liquidity.

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|-------------------------------------|-----------------------------------|---|
| (a) Statement one is correct | (b) Statement two is correct | |
| (c) Both the statements are correct | (d) Both the statements are wrong | 2 |

7. Statement one : Credit creation is one of the functions of Commercial Bank.

Statement two : To issue currency note is a function of Commercial Bank.

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|-------------------------------------|-----------------------------------|---|
| (a) Statement one is correct | (b) Statement two is correct | |
| (c) Both the statements are correct | (d) Both the statements are wrong | 2 |

8. Statement one : RBI is termed as Central Bank.

Statement two : RBI is termed as Banker's Bank.

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|-------------------------------------|-----------------------------------|---|
| (a) Statement one is correct | (b) Statement two is correct | |
| (c) Both the statements are correct | (d) Both the statements are wrong | 2 |

9. Statement one : An IPO is Index People Offer.

Statement two : The headquarter of National Stock Exchange is situated at Nagpur.

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| (a) Statement one is correct | (b) Statement two is correct | |
| (c) Both the statements are correct | (d) Both the statements are wrong | 2 |

10. Statement one : The term Depository is defined as a central location for keeping securities on deposit.

Statement two : A stock market is also called as Securities Market.

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|-------------------------------------|-----------------------------------|---|
| (a) Statement one is correct | (b) Statement two is correct | |
| (c) Both the statements are correct | (d) Both the statements are wrong | 2 |

SECTION-B

Write Answers in short :

1. (a) Explain the term finance and its features.

4

OR

(b) Explain the different uses of Finance.

4

2. (a) Explain the difference between Indian Money Market and Indian Capital Market.

4

OR

(b) Explain the concept and nature of Finance Market.

4

3. (a) Explain the scope of Financial services. 4

OR

- (b) Explain the importance of financial service in corporate sector. 4

4. (a) Write Role of Commercial Bank in Finance. 4

OR

- (b) Explain the significance of Banking in India. 4

5. (a) Explain the features of Stock Exchange. 4

OR

- (b) Explain the concept of NIFTY and SENSEX. 4

SECTION-C

Write Answers in detail :

1. (a) Explain the term Finance and its significance. 8

OR

- (b) Explain the different kinds of Finance. 8

2. (a) Explain the components of Indian Capital Market. 8

OR

- (b) Explain the concept and nature of Indian Money Market. 8

3. (a) Explain the Management of risk in Financial services. 8

OR

- (b) Explain the importance of Intermediaries in financial service. 8

4. (a) Explain the process of Credit creation Commercial Bank. 8

OR

- (b) Explain the Functions of Commercial Banking in India. 8

5. (a) Explain the Structure and Components of Stock Exchange. 8

OR

- (b) Explain meaning and the functions of Stock Exchange. 8