Roll No. | | | | | | | | | | | | | **Total No. of Pages : 02**

Total No. of Questions : 10

MBA (Sem.–3)

MANAGEMENT OF FINANCIAL SERVICES

Subject Code : MBA912-18

M.Code : 76897

Date of Examination : 22-12-2023

Time : 3 Hrs. **Max. Marks : 60**

INSTRUCTIONS TO CANDIDATES :

1. **SECTION-A contains EIGHT questions carrying TWO marks each and students has to attempt ALL questions.**
2. **SECTION-B consists of FOUR Subsections : Units-I, II, III & IV. Each Subsection contains TWO questions each carrying EIGHT marks each and student has to attempt any ONE question from each Subsection.**
3. **SECTION-C is COMPULSORY and consists of ONE Case Study carrying TWELVE marks.**

SECTION-A

1. Write briefly :

a) Trustees & Custodians

b) Rematerialization

c) Venture capital

d) Meaning of merchant banking

e) Factoring

f) Debt securitization

g) Interest rate swaps

h) Basel 1 and 2

SECTION-B

UNIT-I

2. Discuss the classification of mutual fund schemes along with their advantages and disadvantages.

3. What do you mean by dematerialization of shares? What are the steps involved in dematerialization?

UNIT-II

4. What is difference between leasing and hire purchase? Discuss the advantages to lessor and lessee.

5. Discuss in brief some important recent developments in the merchant banking establishments in India.

UNIT-III

6. Discuss the various types of factoring. Explain the procedural aspects in factoring.

7. What credit process is followed by credit card organization? Discuss the factors affecting utilization of plastic money in India.

UNIT-IV

8. What do you understand by Risk management? Explain Swaps as a risk management tool.

9. What is asset liability management? Explain its significance.

SECTION-C

10. **Attempt following case study :**

    Securities and Exchange Board of India (SEBI) has tightened disclosure standards for Credit Rating Agencies (CRAs) while assigning ratings to debt instruments. It has ordered CRAs to analyse deterioration in liquidity conditions of issuer, while monitoring its repayment schedules and taking into account any asset-liability mismatches. It is organization that gives rating to debtors or borrowers (government, companies etc) on the basis of their ability to pay back their principal loan and interest on time. It gives an idea of the probability of committing a default by them on debt and other credit related instruments.

    Questions :

    a) What do you mean by credit rating agencies?

    b) What are the factors affecting credit rating?

    c) Explain the rating methodology and benchmarks.

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.