Roll No. | | | | | | | | | | | | | Total No. of Pages : 03

Total No. of Questions : 09

B.Com (Hons.) (Sem.–6)
MANAGEMENT OF FINANCIAL SERVICES
Subject Code : BCOP612-18
M.Code : 79473
Date of Examination : 19-12-2024

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

INSTRUCTIONS TO CANDIDATES :

1. **SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.**
2. **SECTIONS-B consists of FOUR Sub-sections : Units-I, II, III & IV.**
3. **Each Sub-section contains TWO questions each, carrying TEN marks each.**
4. **Student has to attempt any ONE question from each Sub-section.**

SECTION-A

l. Write briefly :

a. What is the role of SEBI in financial market?

b. What are the limitations of offline trading?

c. How financial products differ from physical products?

d. Define forfaiting.

e. Define credit card.

f. What do you mean by lease financing?

g. What do you mean by credit rating?

h. Who is lead manager?

i. Define mutual funds.

j. Define the concept of sale and lease back.

SECTION-B

UNIT-I

2. What do you mean by financial services? Discuss in detail drivers of change of financial services sector in expanding economic opportunity in India in the era of globalisation.

3. What do you mean by merchant banking? Discuss in detail functions of merchant banking. What is the code of conduct observed by Indian merchant banker?

UNIT-II

4. Describe the concept of Hire Purchase. What is the current scenario and mathematics and tax implications of Hire Purchase in India? Discuss in detail SEBI guidelines for Hire Purchase in India.

5. Consider the following two options and discuss in detail financial evaluation of lease from the perspective of lessee and state which option is suitable for lessee and why?

   OPTION-1: BUYING AN ASSET

   Cost = Rs 1 Million

   Annual Revenue Generated = Rs 1.2 Million for 5 years *i.e.* Economic Life

   Net salvage value after 5 years = Rs 0.15 Million

   Cost (other than depreciation) generate the projected revenue = RsO.6 Million

   Depreciation @33 1/3% P.A. (written down value method)

   Tax rate = 50%

   Cost of capital = 12%

   OPTION-2 : LEASING THE ASSET

   Term of lease = 5 years

   Lease Rate = Rs 25 per 1000 per month, payable at the end of the year.

   Thus, asset costing Rs. 1 Million is available at annual rental of Rs. 0.3. Million (25*12*1000)

UNIT-III

6. Discuss in detail concept, origin, growth of mutual funds in India. What are the broad parameters of operational efficiency for mutual funds? What are latest scheme commonly used in the current scenario?

7. What are functions of international credit rating agencies in India? Discuss in detail process, methodology and factor affecting credit rating and its procedural aspects in India. What are the benefits and limitations of credit rating ?

UNIT-IV

8. Describe the concept of credit cards. Discuss in detail credit process followed by the credit card organizations and factor affecting utilization of credit cards.

9. Describe the concept of venture capital. What is the current scenario of venture capital in India? Discuss in detail SEBI guidelines for venture capital in India.

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