LOYOLA COLLEGE (AUTONOMOUS), CHENNAI - 600 034

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B.Com. DEGREE EXAMINATION - COMMERCE

FIFTHSEMESTER - APRIL 2017

CO 5405- FINANCIAL SERVICES

Date: 03-05-2017 Dept. No. Max.: 100 Marks

Time: 01:00-04:00

PART-A

ANSWER ALL THE QUESTIONS:

(10 X2 = 20)

- 1. What is primary market?
- 2. Explain the term money market.
- 3. What is 'Underwriting'?
- 4. What is merchant banking?
- 5. Define 'Venture Capital'.
- 6. Define the term Leasing.
- 7. What is special purpose vehicle?
- 8. What is 'equity grading'?
- 9. Explain the term 'forfaiting'.
- 10. Expand: i) CRISIL ii) ASBA

PART-B

ANSWER ANY FOUR QUESTIONS:

 $(4 \times 10 = 40)$

- 11. State the role of financial system in the economic development of a country.
- 12. What are the various functions of a merchant banker?
- 13. Differentiate between Financial Lease and Operating Lease.
- 14. Explain the securitization process followed by financial institutions for creating additional liquidity.
- 15. What are the factors taken into consideration while granting credit rating?
- 16. What are the different steps involved in factoring finance?
- 17. State the advantages and disadvantages of forfaiting?

PART-C

ANSWER ANY TWO QUESTIONS

 $(2 \times 20 = 40)$

- 18. What do you mean by 'Financial System'? Explain the various components of financial system.
- 19. What is venture capital? State the importance of venture capital.
- 20. What is meant by mutual funds? What are the advantages and disadvantages of Professionally managed portfolio?
- 21. Define the term 'factoring'. State the various types of factoring.
