

Time: 2.5 hrs

Marks: 75

Note: 1) All questions are compulsory.  
2) Figures to right indicate marks.

Q.1.A] State whether the following statements are True or False (Any 8) (8)

1. Underwriting of shares by a financial intermediary is a kind of fee Based activity.
2. The minimum net worth for the first category of merchant banker is Rs. 5 crores.
3. Mutual funds can underwrite shares of public limited companies.
4. Forfeiting is always done without any recourse to the client.
5. Securitization is used for additional liquidity.
6. The option which gives the buyer a right to sell the underlying asset is called put option.
7. The profit arising from a swap transaction is called swap spread.
8. HUDCO offers factoring services to traders.
9. Consumer finance includes mortgage, car loans, credit card instalments and so on.
10. Rematerialization means conversion of physical share certificate into electronic form.

B] Match the following (Any Seven) (7)

A	B
a) Leasing	i) Possession of assets
b) Forfeiting	ii) Securitization
c) CRISIL	iii) Project term loan
d) Bill Discounting	iv) Rental arrangement
e) NSDL	v) International trade finance
f) Treasury bills	vi) Housing finance network
g) Loan Syndication	vii) Short term instrument
h) Pass Through Certificates	viii) Securities bank
i) NHB	ix) Credit against bill
j) Pledge	x) Rating agency

Q.2.a) Explain the various fund based and fee-based services in brief. (8)

b) Describe various agencies providing financial services. (7)

OR

c) Explain the services offered by merchant banking. (8)

d) Discuss the guidelines issued by SEBI towards merchant banking. (7)

Q.3. a) Discuss in detail the structure of mutual fund? (8)

b) Explain the facilities available to investors of Mutual Fund. (7)

OR

c) Describe various types of Factoring? (8)

d) Explain the working of forfeiting and its benefits. (7)

Q4.a. Difference between factoring and securitization. (8)

b. What is securitization write any four benefits of securitization of debt. (7)

**OR**

Q4.c. Explain advantages and disadvantage of future contract. (8)

d. What is swap explain types of swaps. (7)

Q5.a. Explain the growth factor of housing finance in India. (8)

b. Explain the term of consumer finance? (7)

**OR**

Q5. Write short notes (any 3 out of 5) (15)

a) Eligibility criteria for a depository

b) Dematerialisation

c) Hypothecation

d) Functions of NSDL

e) Types of consumer finance

\*\*\*\*\*