

**PARUL UNIVERSITY**  
**FACULTY OF COMMERCE**  
**B.Com.(Hons) Summer 2017 – 18 Examination**

**Semester: 4**  
**Subject Code: 16101251**  
**Subject Name: Financial Markets and Services**

**Date: 19/05/2018**  
**Time: 10.30 am to 1.00 pm**  
**Total Marks: 60**

**Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

**Q.1 Do as directed.****A) Multiple choice type questions. (Each of one mark)****(06)**

1. Find the odd one out:
 

a) Commercial paper	b) Share certificate
c) Certificate of deposit	d) Treasury bill
2. The process of managing sales ledger of a client by a financial service company is called:
 

a) Forfeiting	b) Leasing
c) Securitization of Debt	d) Factoring
3. Money market instrument is:
 

a) Certificate of deposit	b) Bond
c) Debenture	d) Stock certificate
4. Maturity factoring is also called:
 

a) Bulk factoring	b) Agency factoring
c) Collection factoring	d) Limited factoring
5. NSDL was established in year:
 

a) 1967	b) 1966
c) 1957	d) 1956
6. In India most popular buyback investment route is:
 

a) Public issue	b) Management buyout
c) Sale on OTC market	d) Promoter's buyback

**B) Answer the following. (Each of one mark)****(06)**

1. What are marketable assets?
2. What is loan syndication?
3. What is venture capital?
4. What is vendor leasing?
5. What are balanced funds?
6. What are fund-of-funds?

**Q.2 Answer the following. (Each of 04 mark)****(12)**

1. State weaknesses of Indian financial system.
2. List the features of financial service.
3. What are important features of mutual funds?

**Q.3 Answer the following. (Any Three)****(18)**

1. State the activities of venture capital funds?
2. State the objective of a depository.
3. What are functions of financial system?
4. What is the importance of financial service?

**Q.4 Answer the following. (Any two)****(18)**

1. State causes of financial innovation.
2. Explain difference between factoring v/s Discounting.
3. Explain features of close-ended funds.