

PARUL UNIVERSITY
FACULTY OF COMMERCE
B.Com. (Hons) Summer 2018 – 19 Examination

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

Date: 13/04/2019
Time: 10:30am to 1:00pm
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. The following one is a financial asset:-
 - a) Gold
 - b) Silver
 - c) Share
 - d) Land
2. Which one of the following is a cash asset?
 - a) Deposit created out of loans
 - b) Share
 - c) Bond
 - d) Post office certificate
3. The money market instrument is:
 - a) Bond
 - b) Debenture
 - c) Stock certificate
 - d) Certificate of deposit
4. Find the odd one out:
 - a) Commercial paper
 - b) Share certificate
 - c) Certificate of deposit
 - d) Treasury bill
5. The process of managing the sales ledger of a client by a financial service company is called:
 - a) Forfeiting
 - b) Factoring
 - c) Leasing
 - d) Securitization of debt
6. The best suited fund to the business people is:
 - a) Income fund
 - b) Balanced fund
 - c) Growth fund
 - d) Taxation fund

B) Definitions / One-liners / Terms. (Each of one mark)**(06)**

1. What is a mutual fund?
2. What is limited factoring?
3. What are non-marketable assets?
4. What are primary securities?
5. What is treasury bills market?
6. What are marketable assets?

Q.2 Numerical / Short Note Questions. (Each of 04 mark)**(12)**

1. State the weaknesses of Indian financial system.
2. Explain the features of financial services?
3. List the activates of venture capital fund.

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

1. State the importance of capital market.
2. What are modern activities/ services? List any 6 of such services.
3. What are the advantages of lease?
4. Explain main features of Income fund.

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

1. State the difference between financial lease and operating lease.
2. What are the importance of mutual fund?
3. List types of factoring and explain.