

PARUL UNIVERSITY
FACULTY OF COMMERCE
M.Com.(Hons), Summer 2017–18 Examination

Semester: 4

Date: 12/05/2018

Subject Code: 16201253

Time: 10:30 am to 1:00 pm

Subject Name: Management of Financial Services

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. A treasury bill is issued by _____
 - a) Government
 - b) RBI
 - c) Commercial Banks
 - d) Development banks
2. In hire purchase system, each installment is treated as _____ till the last installment is paid.
 - a) Interest
 - b) Hire charge
 - c) Payment
 - d) Credit.
3. State whether the following statement is true or false:
 It is not necessary for Non-Banking Financial Companies (NBFC) to maintain reserve ratios.
 - a) True
 - b) False
4. _____ is a fund based financial service, provides resources of finance receivable as well as facilitates the collection of receivables.
 - a) Leasing
 - b) Hedge finance
 - c) Merchant banker
 - d) Factoring.
5. The term _____ refers to financial investment in a highly risky and growth oriented venture with the objective of earning a high rate of return.
 - a) Venture capital
 - b) Merchant banking
 - c) Leasing
 - d) None of these.
6. Factoring is method of raising _____ finance through account receivable credit offered by commercial banks and factors.
 - a) Long term
 - b) Medium term
 - c) short term
 - d) All of these.

B) Definitions. (Each of one mark)**(06)**

1. Capital market
2. Credit cards
3. Mutual Funds
4. Lessor
5. Treasury bills
6. Debit card

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

1. Types of bills discounting
2. Types of leasing contracts
3. Forfaiting process

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

1. Portray the structure of Indian banking system
2. Differentiate between factoring and forfaiting
3. Differentiate between debit and credit cards
4. Represent the mechanism of factoring

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

1. State the process of obtaining Venture Capital in detail
2. What are the types of services provided by Non-Banking Financial Companies NBFC?
3. Explain the components of Indian Financial System.