

**SECOND SEMESTER UG DEGREE EXAMINATION, APRIL 2024**

**(Regular/Improvement/Supplementary)**

**B.COM HONOURS**

**GBCH2B07T: FINANCIAL SYSTEMS AND SERVICES**

**Time: 3 Hours**

**Maximum Marks: 80**

**PART A: Answer all the questions. Each carries one mark.**

**Choose the correct answer.**

1. Secondary market is also called.....  
 A) New issue market.      B) Stock exchange.      C) Money market.      D) Capital Market.
2. In India which company deals with the corpus of mutual fund?  
 A) Asset Management Company.      B) Trustee Company.  
 C) Sponsor Company.      D) None of the Above.
3. Selling trade debt of a client to a financial intermediary is called.....  
 A) Venture capital.      B) Factoring.      C) Securitisation.      D) None of the above.
4. Government securities market is also called .....  
 A) Industrial securities.      B) Money market securities.  
 C) Gilt edged securities.      D) None of the above.
5. Mutual funds are regulated in the country by.....  
 A) SEBI.      B) RBI.      C) IRDA.      D) AMFI.

**Fill in the Blanks.**

6. OTCEI stands for .....
7. .... is a place where foreign moneys are bought and sold.
8. .... is a specialised firm that finances young and start-up companies.
9. .... is a financial firm that specialises in export financing.
10. ETF stands for .....

**(10 x 1 = 10 Marks)**

**PART B: Answer any eight questions. Each carries two marks.**

11. Who is a lead manager?
12. Give two examples for derivatives.
13. Define financial system.
14. Distinguish between recourse factoring and non-recourse factoring.
15. Who is an angel investor?

**(PTO)**

16. Mention the functions of factor.
17. What do you mean by call money market?
18. What is MMMF?
19. Distinguish between money market and capital market.
20. What do you mean by buyback of shares?

**(8 x 2 = 16 Marks)**

**PART C: Answer any six questions. Each carries *four* marks.**

21. Explain the various innovative financial instruments.
22. Explain the role of financial intermediaries in Indian financial system.
23. What are the different methods of venture capital financing?
24. Explain different credit rating agencies in India.
25. What are the functions of NBFC's in India?
26. Distinguish between commercial banks and merchant banks.
27. Explain the components of financial market.
28. What are the functions of Indian financial system?

**(6 x 4 = 24 Marks)**

**PART D. Answer any two questions. Each carries *fifteen* marks.**

29. Explain the fund based and non-fund based financial services.
30. Discuss the functions of stock exchanges in India.
31. Explain recent development in Indian money market.

**(2 x 15 = 30 Marks)**