

(Pages : 3)

M – 1690

Reg. No. :

Name :

Fifth Semester B.Com. Degree Examination, December 2021

First Degree Programme under CBCSS

Stream 1 : Finance

Elective Course III

CO 1561.1 : FINANCIAL MARKETS AND SERVICES

(2014, 2016 & 2017 Admission)

Time : 3 Hours

Max. Marks : 80

SECTION – A

Answer **all** questions in one word or to a maximum of two sentences each. Each question carries **1** mark.

1. What is money market?
2. What is book building?
3. What is factoring service?
4. What do you mean by primary market?
5. What is NDS?
6. What is consumer credit?
7. What is merchant banking?
8. What is direct leasing?

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9. What is money market mutual fund?
10. What is securitisation?

(10 × 1 = 10 Marks)

SECTION – B

Answer any **eight** questions in not exceeding one paragraph each. Each question carries **2** marks.

11. What is a debt market?
12. What is inter bank term deposit?
13. Explain the types of securitisation.
14. What is initial public offering?
15. What is debt asset?
16. Write a short note on foreign exchange market.
17. What do you mean by derivative usance promissory note?
18. What do you mean by employee stock option scheme?
19. What are the features of venture capital?
20. What is securities lending schemes?
21. What is bad delivery cell?
22. What is private equity?

(8 × 2 = 16 Marks)

SECTION – C

Answer any **six** questions in about **120** words each. Each question carries **4** marks.

23. What are the different types of financial assets?
24. What are the merits of certificate of deposits?

25. Discuss the importance of capital market.
26. Explain the factors affecting investment decision of a venture capitalist.
27. What are the uses of Repo?
28. Discuss the benefits of forefailing.
29. Explain the various types of risks associated with mutual funds.
30. Discuss the basic features of financial instruments.
31. What are the reasons for poor performance of primary market in India?

(6 × 4 = 24 Marks)

SECTION – D

Answer any **two** questions in not exceeding **4** pages each. Each question carries **15** marks.

32. Explain the importance of financial system for the development of economy.
33. Explain the defects of Indian money market.
34. What do you mean by mutual funds and discuss the advantages of mutual funds.
35. Explain the difference between factoring and forefailing.

(2 × 15 = 30 Marks)
