

63/1 (SEM-4) COM HC 4086 (CC 8)

2 0 2 2

COMMERCE

Paper : CC-8

(Financial Services)

Full Marks : 80

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

1. Choose the correct answer : 1×6=6

(a) _____ includes all activities involved in the transformation of savings into investment.

- (i) Financial system**
- (ii) Financial service**
- (iii) Economic system**
- (iv) Saving system**

(b) Underwriting of shares by a financial intermediary is a kind of _____ activity.

- (i) fee based**
- (ii) fund based**
- (iii) Both (i) and (ii)**
- (iv) None of the above**

(2)

- (c) The idea of providing factoring services was first thought of in India by
- (i) Tandom Committee
 - (ii) Malhotra Committee
 - (iii) Vaghul Committee
 - (iv) None of the above
- (d) Which of the following is a fee-based service?
- (i) Hire purchase
 - (ii) Leasing
 - (iii) Capital Issue Management
 - (iv) Underwriting
- (e) Mutual Funds are very popular in
- (i) USA
 - (ii) UK
 - (iii) Japan
 - (iv) India
- (f) Securities and Exchange Board of India Act was passed in the year
- (i) 1992
 - (ii) 1949
 - (iii) 1980
 - (iv) 1982

(3)

2. Answer the following questions : 2×5=10
- (a) What do you understand by the term 'financial services'?
 - (b) What is hire purchase?
 - (c) Mention two advantages of the depository system.
 - (d) What are Merchant Banker?
 - (e) What do you mean by Portfolio Management?
3. Answer any six of the following questions : 5×6=30
- (a) Distinguish between Fund based and Fee-based financial services.
 - (b) What are the characteristics of financial services?
 - (c) "Leasing is beneficial to both, the lessee as well as lessor." Explain.
 - (d) Differentiate between Operating lease and Financial lease.
 - (e) Discuss the advantages of mutual funds.
 - (f) Discuss the functions of IFCI.

(4)

- (g) Discuss the importance of insurance.
- (h) Write a brief note on the importance of financial services.
- (i) Discuss the functions of stockbrokers.

4. Answer any *two* of the following questions :

10×2=20

- (a) What are various kinds of financial services extending by banks and financial institutions?
- (b) Discuss the functions of Merchant Banks.
- (c) Discuss the role and functions of commercial banks in promoting economic growth of a country.

5. Answer any *one* of the following questions : 14

- (a) What do you mean by 'mutual fund'? What are the problems of mutual funds in India? 4+10=14
- (b) What do you understand by the term 'venture capital'? What are the areas where venture capitalists would like to undertake investments? 4+10=14

★ ★ ★