

FACULTY OF MANAGEMENT**M.B.A. II – Semester (CBCS) Examination, May / June 2018****Subject: Financial Markets & Services****Paper – MBA – 204 – 4
(Open Elective – III)****Time: 3 Hours****Max.Marks: 80**

**Note: Answer all the questions from Part-A and Part-B.
Each question carries 4 marks in Part-A and 12 marks in Part-B.**

**PART – A (5x4 = 20 Marks)
[Short Answer Type]**

- 1 What are the characteristic features of financial instruments?
- 2 State the objectives of merchant banking.
- 3 State various types of leasing.
- 4 What are the functions of insurer?
- 5 What are the characteristics of factoring services?

**PART – B (5x12 = 60 Marks)
[Essay Answer Type]**

- 6 a) What is capital market? Describe the segments of the capital market in India.
OR
b) Explain the role of financial services in economical development.
- 7 a) Who is a merchant banker? Discuss the services provided by a merchant banker.
OR
b) Give an overview of the evolution of merchant banking.
- 8 a) What is meant by leasing? What are the advantages and limitations of leasing?
OR
b) Explain the legal frame work of hire-purchase system.
- 9 a) Explain the various types of insurances along with their merits and demerits in India.
OR
b) Briefly explain the fundamental legal principles of insurance.
- 10 a) What is factoring? Discuss briefly the factoring scenario in India?
OR
b) Discuss the merits and demerits of credit rating.
