

**18U539**

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Name: .....

Reg. No.....

**FIFTH SEMESTER B.Com. PROFESSIONAL. DEGREE EXAMINATION, NOV. 2020**

(CUCBCSS-UG)

(Regular/Supplementary/Improvement)

**CC17U BCP5 B04 - FINANCIAL MARKETS AND SERVICES**

(Core Course)

(2017 Admission onwards)

Time: Three Hours

Maximum: 80 Marks

**Part A**

Answer *all* questions. Each question carries 1 mark

I. Choose the correct answer.

1. FPO stands for
  - (a) Follow on public offer
  - (b) forward public offer
  - (c) Fast public offer
  - (d) None of these
2. Which of the following leads to decrease in sharecapital
  - (a) IPO
  - (b) buy back of shares
  - (c) listing
  - (d)underwriting
3. The base year of Nifty is:
  - (a) 1978
  - (b) 1987
  - (c) 1992
  - (d) 1995
4. The arrangement with an institution for the collection of debtors is called
  - (a) Leasing
  - (b) Factoring
  - (c) underwriting
  - (d)mutual fund
5. Promisory note issued by the Government is called
  - (a) Treasury bill
  - (b) commercial paper
  - (c) call money
  - (d) CDs

II. Fill in the blanks:

6. In financial lease ----- bears the risk of obsolescence
7. The SHCIL was set up in the year -----
8. Call option is the right to -----
9. ----- is a person not being a member of a stock exchange who acts on behalf of a stock broker as an agent.
10. The small investors gateway to enter into big companies is -----

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

**Part B (Short Answer Questions)**

Answer any *eight* questions. Each question carries 2 marks.

11. What is close-ended scheme?
12. What is loan syndication?
13. What is recourse factoring?
14. What is rematerialisation?
15. What do you mean by moral suasion?
16. What is NAV?
17. What is acceptance market?
18. Who is an insurer?
19. What do you mean by depositories?
20. What is corporate counseling?

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

**Part C (Short Essay Questions)**

Answer any *six* questions. Each question carries 4 marks

21. What are the benefits of credit cards?
22. What are the differences between factoring and forfaiting?
23. Describe the benefits of online trading.
24. What are the weaknesses of IFS?
25. Explain the features of operating lease.
26. What are the features of money market?
27. What are the functions of stock exchange?
28. Discuss the features of financial lease.

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

**Part D (Essay Questions)**

Answer any *two* questions. Each question carries 15 marks.

29. What do you mean by financial services? How they are classified?
30. What do you mean by primary market? Explain its functions and methods.
31. What do you mean by financial institutions? Explain various organized financial Institutions.

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

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