# LOYOLA COLLEGE (AUTONOMOUS), CHENNAI - 600 034



## **B.Com.** DEGREE EXAMINATION - **COMMERCE**

FIFTH SEMESTER - NOVEMBER 2017

## **CO 5405 - FINANCIAL SERVICES**

Date: 15-11-2017	Dept. No.	Max.: 100 Marks
Time: 09:00-12:00		

### Part-A

## **Answer ALL questions**

- 1. What is money market?
- 2. Enlist any four non-fund based activities.
- 3. What are the contents of a due diligence certificate?
- 4. Define Messanine Capital.
- 5. Distinguish between MBI and MBO.
- 6. Mention the minimum credit rating required for Fixed Deposit and Commercial Papers.
- 7. What is sovereign rating?
- 8. Define securitization.
- 9. List out any four merits of factoring.
- 10. Define Net Asset Value.

## Part-B

### **Answer any FOUR questions**

(4x10=40)

- 11. What are the various types of financial securities?
- 12. Who is a merchant banker? Enlist the responsibilities of a merchant banker in rights issue.
- 13. State the securitization process followed by financial institution in creating additional liquidity.
- 14. What is forfaiting? Bring out its merits and demerits.
- 15. Write the importance of Venture Capital to emerging economy like India.
- 16. Distinguish between Hire purchase and leasing.
- 17. Enumerate the various types of factoring.

### Part-C

## **Answer any TWO questions**

(2x20=40)

- 18. Explain the importance of financial services in the economic development of our country.
- 19. Describe the various types of leasing. Also mention the legal aspects involved in leasing.
- 20. Elucidate the functions of a merchant banker.
- 21. Discuss the factors considered by a credit rating agency while a borrowing company applies for rating.

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