

III Semester M.Com. Examination, May/June 2023 (CBCS Scheme) (2021 – 22 Onwards) COMMERCE

FB - 3.3: Financial Markets and Services

Time: 3 Hours

Max. Marks: 70

SECTION - A

St.

- 1. Answer any seven sub-questions. Each sub-question carries 2 marks. (7×2=14)
 - a) Write the meaning of bought out deals.
 - b) Mention two methods of floating new issue.
 - c) What is the significance of rating symbol?
 - d) Name 2 players in financial service market.
 - e) What do you mean by Angel investment?
 - f) Give the meaning of hybrid funds.
 - g) State 2 functions of Registrar to the issue.
 - h) What do you mean by primary market?
 - i) What is the difference between mutual fund and venture capital?
 - j) What is call money market?

SECTION - B

Answer any four questions. Each question carries 5 marks.

 $(4 \times 5 = 20)$

- 2. What are the elements involved in pricing of new issue?
- 3. Explain in brief clearing and settlements procedure of BSE.
- 4. Distinguish between venture capital and seed capital.
- 5. Explain the importance of financial services for economic development.
- 6. Briefly explain the mechanism of mutual funds operations.
- 7. What do you mean by credit rating? Explain the importance of credit rating with respect to securities.



SECTION - C

Answer any two questions out of four. Each question carries 12 marks. (2x12=24)

- 8. Describe the powers and functions of SEBI in respect of investors protectives.
- 9. What is mutual fund? Critically evaluate mutual fund as an investment avenue for an individual investor.
- 10. Explain the uses of AI in Financial Services.
- 11. Write a note on:
 - a) Insider trader
 - b) Loan syndications
 - c) ICRA.

SECTION - D

Answer the following.

 $(1 \times 12 = 12)$

12. "Future contracts are leveraged instruments that can be used to control risk." Elucidate.