

QP CODE: 20100878



Reg No : .....

Name : .....

**B.Com DEGREE (CBCS) EXAMINATION, MARCH 2020**

**Fourth Semester**

**Optional Core - CO4OCT01 - FINANCIAL SERVICES**

(Common for B.Com Model II Finance & Taxation, B.Com Model III Taxation, B.Com Model I Finance & Taxation)

2017 Admission onwards

6774D0AA

Time: 3 Hours

Marks: 80

**Part A**

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. What is Hire Purchase?
2. Who is a venture capitalist?
3. What do you mean by offshore investment company?
4. Who is called originator in securitisation process?
5. Leasing results in loss of depreciation tax shield. How?
6. What is meant by hands off nurturing?
7. Who is a factor?
8. What is Sovereign Credit Rating?
9. Write a note on CARE and its rating symbols.
10. What is meant by reverse merger?
11. What is meant by golden parachute?
12. What is meant by shadow banking?

(10×2=20)

**Part B**

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Briefly explain the growth of merchant banks in India.





14. List the SEBI guidelines on Venture capital Funds.
15. Discuss the advantages of securitisation to the originator.
16. Explain the differences between hire purchase and leasing.
17. Explain the mechanism of forfaiting
18. Credit rating helps the development of financial markets. Discuss.
19. Credit rating process is considered to be subjective in nature. Prove.
20. Differentiate between mergers and acquisitions. How is takeover different from acquisition?
21. Explain the major objectives of due diligence in merger and acquisition.

(6×5=30)

### **Part C**

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Discuss the nature and functions of financial services.
23. Compile a note on SARFAESI act 2002.
24. What is meant by factoring? Explain the various types of factoring.
25. Describe the important types of merger and discuss some of the instances of mergers in the Indian context.

(2×15=30)

