

SYBIM sem III Reg & A.T.K.T. Exam Oct-2019

Subject: Innovative Financial services

Class: S. Y. B. I. M Sem III

Duration: 2 hrs 30 Mins

A.Y. 2019-20

Marks: 75



All questions are Compulsory.

Use of simple calculator is allowed.

Q. 1 A. Fill in the blanks (any eight)

(08 marks)

- 1) Underwriting of shares by a financial intermediary is a kind of \_\_\_\_\_.
- 2) Commercial banks mainly involved in- \_\_\_\_\_ activities.
- 3) In India forfeiting is done by \_\_\_\_\_ bank.
- 4) The maximum net worth for the first category of merchant banker is rupees \_\_\_\_\_.
- 5) Securitization is mainly association with the assets of \_\_\_\_\_ companies.
- 6) \_\_\_\_\_ lease is for a limited period.
- 7) Apex institution of housing sector is \_\_\_\_\_.
- 8) AAA refers to \_\_\_\_\_.
- 9) As a result of securitization the assets decide on the balance sheet of the \_\_\_\_\_.
- 10) Venture capital provides long term \_\_\_\_\_ finance to small and medium enterprise.

Q. 1 B. State the following statements are true or false. (Any seven)

(07 marks)

- 1) Financial services companies provide expert advice to their client regarding takeover, acquisitions and mergers in India.
- 2) Merchant banking do the business of banking also.
- 3) Discounting a bill is much better than the factoring.
- 4) More than one underwriter can take part in the issue management.
- 5) Venture capital is only in the form of equity participation.
- 6) Home loan is available for purchase of land as well as improvement of house.
- 7) Credit card facility requires the customer to open an account.
- 8) Rating is compulsory for all instruments in India
- 9) Education loan is also example of consumer finance.
- 10) Insurance facility are available to card holder

Q. 2 A) what are the different financial services?

(08 marks)

Q.2 B) What is forfeiting? Explain its advantages.

(07 marks)

OR

Q. 2 C) define bill discounting. Explain the types of bill discounting.

(08 marks)

Q. 2 D) Define underwriter and explain advantages of underwriter.

(07 marks)

Q. 3 A) define venture capital. Explain features of venture capital. (08 marks)

Q.3 B) Define plastic money and its system. (07 marks)

OR

Q.3 C) defines housing finance and explains advantages and methods of housing finance.(15marks)

Q.4 A) Explain the deferent types of plastic cards. (08 marks)

Q.4 B) What are the advantages of leasing (07 marks)

OR

Q. 4 C) On 1<sup>st</sup> January 2008 Riya ltd. Purchased from penguin ltd. Machinery under hire(15marks) purchase system, Rs. 5, 00,000/- being pa and the balance in five instalments of RS. 7, 50,000/- each payable half-yearly on 30<sup>th</sup> June and 31<sup>st</sup> December. The vendor charges interest @ 10% per annum the cash price of the machinery was RS. 37, 50,000/- you are required to show how this transaction should be recorded in the books of parrot ltd. By preparing machinery account and rakesh & co. Account, if depreciation rate is 10% per annum written down value of the machinery. The accounts are to be prepared for the first two years only.

Q.5.A) Explain the marketing and insurance of consumer finance. (08 marks)

Q.5 B) List out the pros and cons of consumer finance. (07 marks)

OR

Q 5 C) Short notes. (Any three) (15 marks)

- 1) international factoring
- 2) Hire purchases.
- 3) Crash trading.
- 4) Housing finance agencies.
- 5) Misuses of plastic cards

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