

# III Semester M.B.A. (Day) Degree Examination, March/April - 2022 MANAGEMENT

## **Indian Financial System**

(CBCS Scheme - 2014-15 Onwards)

Paper: 3.3.1/3.7.3

Time: 3 Hours

Maximum Marks: 70

#### **SECTION - A**

Answer any five of the following questions, each question carries 5 marks.  $(5\times5=25)$ 

- 1. Discuss the functions of UTI.
- 2. Explain the different types of financial services.
- 3. Discuss the objectives of IFCI.
- 4. What are the functions of Financial Markets.
- 5. What is Financial system? What are the components of Indian Financial System?
- 6. Write a note on secondary market.
- 7. Write short notes on
  - a. Commercial papers.
  - b. Treasury bills.

### **SECTION - B**

Answer any three of the following questions, each question carries 10 marks.(3×10=30)

- 8. Explain the role and functions of Merchant Bankers.
- 9. Explain various schemes of Mutual funds in India.
- 10. What is Money market? Explain the different types of money market instruments.
- 11. Discuss the regulatory framework of stock exchange in India.

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## 12. Answer this question. Compulsory.

 $(1 \times 15 = 15)$ 

An equipment costing Rs.5,00,000 with a 5 years' life, can be leased for 5 years for payment of Rs. 1,20,000 per year at the end of each year. Alternatively, you can borrow Rs. 5,00,000 and buy the equipment. 6% interest is payment on the outstanding balance at the close of each year, the principal being repayable in 5 equal instalments.

You have to compute depreciation at 20% on the original cost per annum. Corporate tax is the be reckoned at 50% and fair return of 10% after tax is expected on the business funds.

8 - MONTÓRE

The present value factors for discounting at 10% are as follows:

Year	1	2	3	4	5
PV factor @10%	0.909	0.826	0.751	0.683	0.621

Present your choice, with comparative analysis.