Seat No.: _____ Enrolment No._____

GUJARAT TECHNOLOGICAL UNIVERSITY

MBA. Sem-III Regular Examination January 2011

Subject code: 830202

Subject Name: Management of Financial Services

Date: 07 /01 /2011 **Time: 10.30 am – 01.00 pm**

Total Marks: 70

Instructions:

1. **Attempt all questions.**
2. **Make suitable assumptions wherever necessary.**
3. **Figures to the right indicate full marks.**

Q.1	**(a)**	Discuss the Indian Financial System, giving the various components of the Financial System.	**07**
	(b)	Throw some light on the history of banking in India, giving an overview of the banking structure in India.	**07**
Q.2	**(a)**	Explain Hire-Purchase finance giving its characteristics. How is it different from installment payment and lease financing?	**07**
	(b)	Explain the Income-Tax considerations which have a bearing on lease transactions for the lessor and for the lessee.	**07**
		OR	
	(b)	What is leasing? Discuss the various types of lease.	**07**
Q.3	**(a)**	Discuss the phases of growth of Mutual Fund in India and the benefits of investing in a Mutual Fund.	**07**
	(b)	"With the help of international factoring an exporter can explore new markets". – Discuss the statement giving the benefits of international factoring. Also, describe with the help of a flowchart an international factoring transaction.	**07**
		OR	
Q.3	**(a)**	Discuss the process of securitization and the obstacles in the development of securitization in India.	**07**
	(b)	"Intermediaries are a vital link between the insurer and the insured". Mention the various intermediaries in the insurance industry and the role played by them.	**07**
Q.4	**(a)**	"Merchant bankers play a very important role in issue management activity".- Give the major obligations & responsibilities of a merchant banker.	**07**
	(b)	Discuss the stipulations with regard to the pricing of issues.	**07**
		OR	
Q.4	**(a)**	What is Book-building? Explain the briefly the process of issue of shares through book-building method.	**07**
	(b)	Mention the major features of an issue advertisement.	**07**
Q.5	**(a)**	Explain the term Depositories. Give the reasons for setting up depository in India. Discuss the services and benefits provided by the depository system.	**07**
	(b)	Describe the credit rating methodology generally used by the credit rating agency.	**07**
		OR	
Q.5	**(a)**	Discuss the functions and services provided by National Securities Depositories Ltd (NSDL)	**07**
	(b)	Write a note on Credit Rating Information Services of India Ltd (CRISIL).	**07**

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