

526

**MP-502**

**June – Examination 2020**

**Master of Business Administration  
(II Year) Examination**

**Financial Services**

**Paper : MP-502**

*Time : 3 Hours ]*

*[ Maximum Marks : 80*

*Note :-* The question paper is divided into three Sections A, B and C. Write answers as per given instructions.

**Section–A**

**8×2=16**

**(Very Short Answer Type Questions)**

*Note :-* Answer all questions. As per the nature of the question delimit your answer in one word, one sentence or maximum up to **30** words. Each question carries 2 marks.

1. Explain the following terms within 30 words each :

- (i) Central Bank
- (ii) Money Market

- (iii) Recurring Deposit Account
- (iv) Issue Management
- (v) Principle of Indemnity
- (vi) Portfolio Analysis
- (vii) Sector Specific Funds
- (viii) Plastic Money

**Section–B** **4×8=32**

**(Short Answer Type Questions)**

**Note** :- Answer any *four* questions. Each answer should not exceed **200** words. Each question carries 8 marks.

2. Explain the objectives and significance of financial system.
3. Discuss the role of capital market in economic growth of India.
4. Differentiate between Banking and Non-Banking Financial Intermediaries.
5. What do you mean by Banks ? Explain the various electronic banking services provided by banks.
6. Define Insurance. Discuss in detail the main characteristics of Insurance.

7. Explain the strategic role of Venture Capital in the development of a country like India.
8. What are the factors which affect the demand of consumer finance ? Elaborate.
9. Distinguish between Leasing and Hire-Purchasing.

**Section–C** **2×16=32**

**(Long Answer Type Questions)**

**Note** :- Answer any *two* questions. You have to delimit your each answer maximum upto **500** words. Each question carries 16 marks.

10. Discuss the role of financial system in the economic development of a country.
11. What are the factors that would go into deciding whether a company should resort to debt or equity for financing its requirement of long-term funds ?
12. What do you understand by 'Mutual Funds' ? List the advantages and disadvantages of mutual fund investments.
13. Define the term 'Factoring' and also describe the various types of Factoring in brief.