

10923

Third Semester M.B.A. Degree Examination, March/April 2021

(CBCS – 2014-15 onwards)

Management

Paper 3.3.1 – INDIAN FINANCIAL SYSTEM

Time : 3 Hours]

[Max. Marks : 70

SECTION – A

Answer any **FIVE** questions, each carries **5** marks :

(5 × 5 = 25)

1. Explain the nature and structure of Indian Financial system.
2. Explain the role and functions of stock exchange.
3. Describe the IRDA regulations on Insurance Companies.
4. Explain the structure of leasing Industry in India.
5. Discuss the guidelines for Merchant bankers issued by SEBI.
6. Write a note on merchant banking.
7. Describe the norms for listing of the securities.

SECTION – B

Answer any **THREE** questions, each carries **10** marks :

(3 × 10 = 30)

8. Explain the concept of financial services and state the causes for financial innovation in the financial service sector.
9. What rights and facilities are available to an investor of a mutual fund? What factors should be considered before selecting a mutual fund?
10. Write detailed note about IDBI.
11. Describe the role of SEBI in regulating capital markets.

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SECTION - C

Compulsory Question :

(1 × 15 = 15)

12. CASE STUDY :

ABC Company wishes to acquire a Rs. 1,00,000 press, which has a useful life of 8 years. At the end of this time, its scrap value will be Rs. 20,000. The asset falls into the 5-year property class for cost recovery purposes. The company can use either lease or debt financing. Lease payments of Rs. 14,000 at the beginning of each of the 8 years would be required. If debt financed, the interest rate would be 10 percent and debt payments would be due at the beginning of each of the 8 years. The company is in a 15 percent tax bracket. Which method of financing has the lower present value of cash outflows?
