Time – 2 ½Hours   **Total Marks -75**

NOTE: 1) All questions are compulsory.
      2) Figures to right indicate full marks.

Q.1) Explain the following terms. (**Any Five**)   (15)
     i) Financial engineering
     ii) Forward contract
     iii) Forfeiting
     iv) Swaps
     v) Hire purchase
     vi) Cost centre
     vii) Decentralized treasury

Q.2 a) Define 'Financial Services'. Highlight the challenges faced by financial service sector in India.   (8)
  b) Explain the various types of lease.   (7)
OR
  c) Discuss the services rendered by merchant bankers in India.   (8)
  d) Outline the new and innovative financial products.   (7)

Q.3 a) Define 'factoring'. Explain its functions.   (8)
  b) What are the advantages of mutual funds?   (7)
OR
  c) Examine the causes for slow growth of mutual funds in India.   (8)
  d) Explain the difference between factoring and forfeiting.   (7)

Q.4 a) Define 'Options'. Explain its various types.   (8)
  b) Explain stages involved in working of Securitization.   (7)
OR
  c) What are the reasons for unpopularity of securitization?   (8)
  d) Explain the term 'Future Contract' and its features.   (7)

Q.5 a) Define 'credit rating'. Explain the objectives and role of credit rating.   (8)
  b) Explain how pledge is different from hypothecation.   (7)
OR
  c) State and explain the tools of treasury management.   (8)
  d) What are the merits and demerits of depository system?   (7)

_____

71541   **Page 1 of 1**