

**Q1 A. True or False. (Any 3).**

**8 marks**

1. The primary role of underwriters is to purchase securities from the issuer & resell them to investors.
2. Financial services are machine intensive industry.
3. Venture Capital invest through Equity Finance .
4. The headquarter of CARE is in MUMBAI.
5. The most common method of Hire purchase is Installment method.
6. The one who finances the new and innovative projects is known as Stock broker.
7. Underwriters build up investors confidence in the issue of securities.
8. Financial markets are the backbone of the economy.
9. Lease across National borders frontiers are called as Cross Border lease.
10. The user of the asset is known as lessor.

**Q1 B. Multiple Choice questions. (Any 7).**

**7 marks**

1. RBI stands for \_\_\_\_  
a. Reserve Bank of India b. Reserve Bank of Indonesia c. Registration Branch of India d. Reserve Bearer of India.
2. RAY stands for \_\_\_\_  
a. Rajiv Awas Yojana b. Roz Awas Yojana c. Rational Accurate Yield d. Rajiv Ayog Yug
3. NBFC performs great role for finance in \_\_\_\_  
a. whc'esale sectors b. Big business houses c. Small and Medium Scale d. Automobile Service
4. Credit rating is an expression of credit rating agencies regarding debt instrument on a specific date on \_\_\_\_  
a. risk evaluation b. product c. services d. management
5. \_\_\_\_ indicates highest safety in case of credit rating.  
a. AAA b. BBB c. A d. BB
6. The objectives of NHB \_\_\_\_  
a. housing for all b. promote technologies for housing c. finance for housing d. all of the above
7. The national urban housing and Habitat policy has the goal of \_\_\_\_  
a. affordable foreign tour b. affordable investment c. affordable housing for all d. affordable borrowing
8. The periodical payment by the lessee to the lesser is known as \_\_\_\_  
a. Premium b. Dividend c. Lease rental d. Stock payment
9. There are \_\_\_\_ parties involved in lease financing.  
a. 8 b. 5 c. 2 d. 10
10. DHFL stands for \_\_\_\_  
a. Delight Financial Company Limited b. Deewan Housing Finance Corporation Limited c. Dabur Housing Finance limited d. Deewar Financial Services Limited.

Q2 A. Define financial services. What are its importance? 8 marks

Q2 B. What are the objectives of financial services? 7 marks

**OR**

Q2C. Describe the types of Factoring in detail. 8 marks

Q2D. Explain the advantages and disadvantages of Factoring. 7 marks

Q3A. Distinguish between Factoring and Forfaiting. 8 marks

Q3B. Explain the benefits of Forfaiting. 7 marks

**OR**

Q3C. Explain Leasing and its drawbacks. 8 marks

Q3D. What is Venture Capital? State stages of Venture Capital financing 7 marks

Q4A. Explain the merits and problems of Hire Purchase. 8 marks

Q4B. Explain the characteristics of Hire Purchase. 7 marks

**OR**

Q4C. Define consumer Finance. Write down its advantages and disadvantages . 15 marks

Q5. Define Credit rating. Explain nits benefits to issuer and investors. 15 marks

**OR**

**Q5. Short Notes (Any 3).** 15 marks

1. Credit Cards
2. Sources of Consumer Finance.
3. CRISIL.
4. Stock brokers
5. Role of NHB.