

Odd Semester, 2020
(Held in March, 2021)

COMMERCE
(Honours)

(BC-503)

(**Financial Services**)

Marks : 75

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

1. (a) Enumerate the characteristics of Financial Services Industry in India. 7
- (b) Give a brief account of the need and importance of non-fund based financial services in the development of the country. 8
- Or*
- (a) Differentiate between fund-based and non-fund based financial services. 5
- (b) Explain the scope of financial services. 10

2. (a) "Banking system is the backbone of any economy." Justify. 10
- (b) Write a note on mobile banking. 5

Or

- (a) Explain the meaning of insurable risk in the context of life insurance. 5
- (b) Elaborate the role of insurance industry in the economic growth of a country. 10

3. What do you mean by Non-Banking Finance Companies? How are they different from banking companies? What role do they play in the development of an economy? 3+4+8=15

Or

- (a) "Investing in securities through mutual funds is a better choice than direct investment." In the light of the statement, discuss the benefits derived by the investors investing in mutual funds. 8
- (b) What is Pension Fund? What are its functions? 2+5=7

4. (a) Are custodians required today when the depository system is functioning successfully? Give reasons in support of your answer. 5

(3)

- (b) What is portfolio management? What are the factors that a portfolio manager should keep in mind while deciding on investment. 3+7=10

Or

- (a) Discuss the operation of Stock Exchange. 10
- (b) State the services rendered by stock brokers. 5
5. (a) Explain in detail the economic advantages derived from mergers and acquisitions. 10
- (b) Differentiate between financial lease and operating lease. 5

Or

Who are the various parties involved in a securitisation? Explain the process of securitisation. 5+10=15
