



III Semester M.B.A. Examination, April/May 2022
(CBCS) (2014 – 15 and Onwards)

MANAGEMENT

Paper – 3.3.1/3.7.3 : Indian Financial System

Time : 3 Hours

Max. Marks : 70

SECTION – A

Answer **any five** of the following questions, **each** question carries **five** marks. (5×5=25)

1. What are the 5 parts of financial system ?
2. Is money market a financial institution ? Comment.
3. How EXIM bank is different from other commercial banks ?
4. Explain the regulations of RBI on NBFC's in India.
5. Write the difference between Merchant Banks and Commercial Banks.
6. Discuss the duties and responsibilities of Lead Manager.
7. Explain the different types of leasing.

SECTION – B

Answer **any three** questions, **each** question carries **ten** marks. (3×10=30)

8. How NSE is better over BSE ? Justify.
9. SEBI is called as "Watch Dog of Capital Market". Explain with regulatory norms.
10. Discuss the functions of Financial Institutions in India.
11. Explain the various services of Merchant banks.

P.T.O.



SECTION - C

Compulsory.**(1×15=15)**

12. From the following information, determine whether the assessee is advisable to purchase an asset or take it as lease.

- ✓ Cost of asset Rs. 1,00,000
- ✓ Rate of depreciation is 15% (WDV)
- ✓ Rate of interest is 10%
- ✓ Repayment of loan by the assessee is Rs. 20,000 pa.
- ✓ Tax rate is 30%
- ✓ Residual value Rs. 20,000 after 5 years
- ✓ Profit of assessee before depreciation, interest and tax is Rs. 1,00,000
- ✓ Lease rentals Rs. 30,000 pa.