



**KERALA AGRICULTURAL UNIVERSITY**  
**B.Sc. (Hons.) C&B 2017 and previous admission**  
**IV Semester Final Examination- July-2019**

**Bank.2206**

**Financial Services (3+0)**

**Marks: 50**  
**Time: 2 hours**

- I Fill in the blanks (10x1=10)**
- 1 In financial lease ..... bears the risk of obsolescence.
  - 2 The first bank in India to start factoring business is.....
  - 3 Loan against the security of immovable property is called.....
  - 4 .....is also known as two-factor system of factoring.
  - 5 ..... bonds are sold at a large discount to their nominal value.
- State True or False**
- 6 Venture capital is available for trading concerns also.
  - 7 CRISIL commenced rating exercise at the request of the government.
  - 8 The concept of securitization is associated with debt market.
  - 9 An equipment lease transaction is not regarded as a contract of bailment.
  - 10 Smart card provides communication security.
- II Write short notes on ANY FIVE of the following (5x2=10)**
- 1 What do you mean by country rating?
  - 2 Del Credere Commission.
  - 3 Yankee Bonds.
  - 4 Explain the terms hire purchase price and down payment in hire purchase.
  - 5 Moody's Rating.
  - 6 Interbank participations.
  - 7 Edifactoring
- III Answer ANY FIVE of the following (5x4=20)**
- 1 Explain the factors affecting investment decision of venture capitalist?
  - 2 Differentiate between hire purchase system and installment credit system.
  - 3 Functions of credit rating agencies.
  - 4 Conditions for successful securitization.
  - 5 Functions performed by a factor.
  - 6 SBICAP.
  - 7 Challenges faced by the financial services sector.
- IV Write an essay on ANY ONE of the following (1x10=10)**
- 1 What is known as leasing? Explain the different types of leasing.
  - 2 Various functions performed by merchant bankers in India.

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