

Sree Chaitanya Mahavidyalaya
M.Com. (Semester-3) Examination-2022
Financial Systems
Paper-COMP DSE05T

Full Marks-40

Time-2 Hours

Group-A**1. Answer any five questions****5x2=10**

- (a) What is Financial Intermediary?
- (b) What is Statutory Liquidity Ratio (SLR)?
- (c) What do you mean by Growth Funds?
- (d) What is FPO?
- (e) State two Code of Conducts that a Merchant Banker should do?
- (f) What do you mean by Recourse Factoring?
- (g) Who is a Beneficial Owner (BO)?
- (h) What is Credit Rating?

Group-B**Answer any two questions****5 x 2**

2. If a bank re-discounted a commercial bill with a face value of Rs 100 with @ 15% for 2 months, what will it fetch and what will be the Yield as a percentage?
3. Discuss the importance of Financial Markets in India.
4. Explain the Prudential Accounting Norms of RBI.
5. Discuss the various functions of a Factor.

Group-C**Answer any two questions****2x10=20**

6. a) What is Certificate of Deposit?
 b) In case of Certificate of Deposit(CD), amount of issue Rs 100, period 6 months, rate of discount, 20%, what will be the amount CD will be issued and what will be the Yield as a percentage?
7. Discuss various functions of Merchant Bank.
8. a) What is Asset Management Company? Discuss the role and activities of Asset Management Company.
 b) A Mutual fund, that had a net asset value of Rs. 10 at the beginning of the month, made income and capital gain distribution of Rs. 0.05 and Rs. 0.04 per unit respectively during the month and then ended the month with a net asset value of Rs. 10.03. Compute the monthly return.

9. Write notes on the following (any two):

2 x 5=10

- (a) Credit Control Policy of Reserve Bank of India
- (b) CRISIL
- (c) Forfaiting
- (d) Credit Creation

**Email ID for submission of answer scripts:
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