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**SIDDHARTH INSTITUTE OF ENGINEERING & TECHNOLOGY:: PUTTUR
(AUTONOMOUS)**

MBA II Year I Semester Regular Examinations Feb-2021

FINANCIAL MARKETS AND SERVICES

Time: **3 hours**Max. Marks: **60**

SECTION – A

(Answer all Five Units **5 x 10 = 50** Marks)

UNIT-I

1 Discuss the role of financial system in the economic development of a country. **10M**

OR

2 a Describe the functions of RBI. **5M**

b Explain about the Monetary Policy. **5M**

UNIT-II

3 Commercial banks are special among the intermediaries for the development of the economy - Justify. **10M**

OR

4 Explain in brief about growth and structure of mutual funds in India. **10M**

UNIT-III

5 Describe the classification of Indian financial markets in the form of a chart and explain the features of each market. **10M**

OR

6 a Elucidate the role of SEBI. **5M**

b Explain the functions of SEBI **5M**

UNIT-IV

7 a Distinguish between hire purchase and lease. **5M**

b Discuss briefly about Venture capital. **5M**

OR

8 Explain the different types of factoring and their significance. **10M**

UNIT-V

9 Discuss the working of various credit rating agencies in India **10M**

OR

10 What are the challenges faced by the Investment bankers? **10M**

SECTION – B

(Compulsory Question)

1 x 10 = 10 Marks**11****Stock Exchange**

Raman who is a broker in a stock exchange has to face challenging questions from society. His own family sometimes asks him to think about his decision to become a broker. He however, has full faith in the stock exchange. He knows that the membership of a stock exchange is properly regulated abiding the legal system and the public doing investment is safe in making deals. His children one day asked him the reason behind the ups and downs in the stock market. He clarified their doubt by telling them that forces of supply and demand decide the prices of securities in the secondary market. Off late he has decided to write a book on the functioning of stock exchange and its significance in the Indian economy. He is trying to highlight in his book how through the process of investment and disinvestment existing securities are sold and resold and savings are channelized into the most productive opportunities. Definitely Raman is justifying his presence in his job.

Questions:

1. What is the meaning of Stock Exchange?
2. Identify and briefly explain the functions of Stock Exchange discussed in the above case.
3. What is an e-IPO?

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