

Dr. Shampy Kambay  
09/12/2022

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**Department of Management Studies (DoMS), NIT Hamirpur**  
**Odd Semester**  
**End Term Examination, Dec 2022**  
Semester: 3<sup>rd</sup>  
**Financial Institution and Services**  
Programme: MBA  
Course Code: MB-722

**Time: 3 Hours**

**Max. Marks: 50**

**Only Short Answer Type Questions (Attempt Any Four Questions)**

**[4 x 4 = 16 marks]**

1. What is factoring? Briefly explain the advantages of factoring?
2. How is the rights issue different from the bonus issue?
3. Explain briefly various steps involved in stock trading.
4. What is listing of securities? What are the advantages of listing?
5. Discuss briefly some of the innovative financial instruments introduced in recent times in the financial services sector.

**Part-II**

**Only Focused-Short Answer Type Questions (Attempt Any Two Questions) [2 x 5 = 10 marks]**

6. Define financial system and discuss its important functions.
7. What do you mean by mutual funds? Explain various features of mutual fund.
8. Describe any two instruments of capital market. Also differentiate between institutional investors and retail investors presented in this market.

**Part-III**

**Only Long Answer Type questions (Attempt Any Three Questions)**

**[3 x 8 = 24 marks]**

9. Explain the different stages of venture capital. How private equity is different from venture capital?
10. Explain the different types of financial instruments available in the derivative market. Also discuss about the participants available in this market.
11. Write a short note on followings;
  - a) Credit rating
  - b) Securitization
12. Discuss about non-fund based financial services. Also elucidate the Indian insurance industry and its regulations.