

Reg. No. : .....

D 540

Q.P. Code : [07 DMB-F29]

(For the candidates admitted from 2007 onwards)

M.B.A. DEGREE EXAMINATION, DECEMBER 2015.

Second Year

Finance/ Financial Management

INDIAN CAPITAL MARKET AND FINANCIAL  
SYSTEM

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.

All questions carry equal marks.

(5 × 20 = 100 marks)

1. Discuss in detail the framework given by the RBI for the supervision of banks and financial institution in India.
2. What is a financial service market? What are the general problems faced by financial services firm in India?
3. Discuss the organization and structure of stock exchanges.

4. What are securities? Explain in detail about the steps involved in listing of securities.
5. Bring out the advantages and drawbacks of private placement methods of marketing of securities by companies.
6. Explain in detail about the bidding process and allotment process involved in book building.
7. Identify the specialized services rendered by merchant bankers as regards 'merger and acquisition'.
8. What are derivatives? Why are futures and options termed as derivatives?

Reg. No. : .....

D 541

Q.P. Code : [07 DMB – F 30]

(For the candidates admitted from 2007 onwards)

M.B.A. DEGREE EXAMINATION, DECEMBER 2015.

Second Year

Finance/Financial Management

MANAGEMENT OF FINANCIAL SERVICES

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions. (5 × 20 = 100)

All questions carry equal marks.

1. Define financial services. Briefly explain the types of financial services in India.
2. Discuss the norms for NBFCS.
3. Define leasing. Explain the different types of leasing.
4. What is credit rating? Explain the functions of credit rating agency.
5. Define factoring. Elucidate the types of factoring.

6. What do you mean by Mutual funds? What are the different types of schemes of funds available in the market?
7. What are financial intermediaries? Discuss in detail about their roles and functions.
8. Explain the recent developments in the financial industry in India.

Reg. No. : .....

**D 542**

**Q.P. Code : [07 DMBF 31]**

(For the candidates admitted from 2007 onwards)

**M.B.A. DEGREE EXAMINATION, DECEMBER 2015.**

**Second Year**

**Finance/Financial Management**

**CAPITAL BUDGETING AND FINANCING  
DECISIONS**

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.

All questions carry equal marks.

1. Explain the nature and characteristic features of long term finance.
2. Discuss the merits and limitations of sensitivity analysis.
3. The certainty equivalent approach is theoretically superior to the risk adjusted discount rate. Do you agree? Give reasons.

4. What is the meaning of cost of capital? And explain its significance in financial decision-making?
5. Discuss the factors that significantly influence the capital structure decisions of a firm.
6. Discuss the concepts of OL, FL and CL. How are they measured? What is their significance in planning a firm?
7. How does the financial manager use OL and FL for taking financing decisions of a firm? Explain.
8. Discuss the importance of financial forecasting in financial decision making.

Reg. No. : .....

D 543

Q.P. Code : [07 DMB-F 32]

(For the candidates admitted from 2007 onwards)

M.B.A. DEGREE EXAMINATION, DECEMBER 2015.

Second Year

Finance/Financial Management

WORKING CAPITAL MANAGEMENT

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.

All questions carry equal marks.

(5 × 20 = 100)

3. List down the difference between fund flow and cash flow analysis. Briefly explain the uses of cash flow analysis.
4. What specific strategies can be adopted to slow disbursements of accounts payable?
5. What is inventory? Why do firms maintain inventory? What are the objectives of inventory management?
6. Outline the main elements of the emerging system of bank financing of industry.
7. "We should avoid borrowing in a currency that is likely to appreciate". True or false? Explain.
8. Write on the new system of assessment of working capital finance.

1. What is the conservative approach to financing funds requirements? What kind of profitability-risk trade-off is involved?
2. Distinguish between:
  - (a) Gross working capital and net working capital,
  - (b) Permanent and temporary working capital and
  - (c) Production and operating cycle.

Reg. No. : .....

D 544

Q.P. Code : [07 DMB -F 33]

(For the candidates admitted from 2007 onwards)

M.B.A. DEGREE EXAMINATION, DECEMBER 2015.

Second Year

Finance/Financial Management

RISK MANAGEMENT AND INSURANCE

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.  
All questions carry equal marks.

(5 × 20 = 100)

1. Discuss the features of Risk management and explain its process.
2. Describe the Risk Management objectives and Risk financing techniques.
3. Discuss about the growth and development of Insurance Industry in India.
4. What are the features of Fire Insurance and explain about its coverage and policies for stocks.

5. Discuss about the provisions and regulations regarding insurance business in India.
  6. Discuss about the factors affecting individual demands for insurance.
  7. Explain any four insurances under Miscellaneous in India.
  8. What are the different insurance policies associated with agriculture. Explain with examples.
-

Reg. No. : .....

D 545

Q.P. Code : [97 DMB-F 34]

(For the candidates admitted from 2011 onwards)

M.B.A. DEGREE EXAMINATION, DECEMBER 2015.

Second Year

Finance / Financial Management

SECURITY ANALYSIS AND PORTFOLIO  
MANAGEMENT

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.

All questions carry equal marks.

(5 × 20 = 100)

1. What are the different avenues of investment?
2. Distinguish
  - (a) Realised and expected return
  - (b) Diversifiable and non-diversifiable risk and
  - (c) Capital market and security market line.

3. "Diversification of risk in the asset selection process allows the investor to combine risky assets in a way that risk of a portfolio is less than the risk of the individual assets". Elaborate the statement with appropriate example.
4. Explain with example the process of determining the expected return on a portfolio.
5. What is the CAPM? What are the components of CAPM equation? Explain the meaning of each component.
6. What would be the impact of the following changes on the required return for a given level of risk?
  - (a) an increase in inflationary expectations
  - (b) investors become less risk-averse and
  - (c) investors become more risk-averse.
7. Explain the relationship between the required return and coupon interest rate that would cause a bond to sell at
  - (a) a discount,
  - (b) premium and
  - (c) par.
8. Explain and illustrate the yield to maturity on a bond.

Reg. No. : .....

D 546

Q.P. Code : [07 DMB - F 35]

(For the candidates admitted from 2007 onwards)

M.B.A. DEGREE EXAMINATION, DECEMBER 2015.

Second Year

Finance/Financial Management

INTERNATIONAL FINANCIAL MANAGEMENT

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.

All questions carry equal marks.

(5 × 20 = 100)

1. Explain the scope and future of international financial management.
2. Prepare a specimen format of balance of payment with suitable explanation.
3. How does speculation exist in foreign exchange market?
4. Explain the mechanism of IMF exchange market.

5. Explain the techniques for covering the foreign exchange risk.
  6. Name the list of international equities with suitable explanation.
  7. Explain briefly the types of short term instruments of international financial market.
  8. What are the different approaches of foreign and euro bond?
-