

Shri Bhausaheb Vartak College of Arts ,Commerce and Science, Borivali (west)

Program: - TYBBI

Sem: - V

Course-Financial service management (75 25:old)

Sr. No	Question	A	B	C	D	Answer
1	Non- banking companies should compulsorily get credit rating for their:	Capital market instrument	Debit market instrument	Money market instrument	Service market instrument	B
2	The process of managing the sales ledger of a client by a financial service company is called	Forfeiting	Factoring	Leasing	Securitisation of debt	B
3	Find odd one out :	Commercial paper	Certificate of deposits	Share certificates	Treasury bill	C
4	The following one is kind of fee-based activity of a financial intermediary	Leasing	Underwriting of shares	Hire purchase	Capital issue management	D
5	The following one is a kind of fund based activity of a financial intermediaries.	Loan syndication	Project counselling	Credit rating	Venture capital	D
6	Which is not the service of merchant banking?	Venture capital	Issue management	Deposits	Project counselling	C
7	The minimum net worth for the second category of merchant bankers is	Rs. 50 lakh	Rs. 1 crore	Rs. 20 lakh	NIL	A
8	The merchant banker should register with	RBI	Central government	SEBI	State government	C
9	The initial registration fees for merchant bankers is	2.5 lakhs	50 lakhs	5 lakhs	20 lakhs	C
10	Which of the following is a private sector merchant banker?	Bank of Maharashtra	SEBI capital market	Bank of America	ICICI securities ltd	D
11	Which type of lease gives option to purchase the assets?	Operating lease	Financial lease	Sales and lease back	Leverage leasing	B
12	Which accounting standards defines lease?	AS-1	AS-10	AS-16	AS-19	D
13	FIND odd one out	Aircraft	Land and building	Heavy machinery	Automobiles	D
14	In hire purchase system each instalment is treated as	Interest	Principal amount	Hire charges	Rent	C
15	In instalment purchase system when the ownership will be transferred to the buyer?	After payment instalment	At a time of sale	After first instalment	During the instalment period	B
16	Mutual funds are very popular in	India	UK	Japan	USA	D
17	The best suited funds to retail investor is	Income fund	Balanced fund	Growth fund	Taxation fund	A
18	In India the company which actually deals with the corpus of the mutual fund is called as ____.	Sponsor company	Trustee company	Asset management company	Mutual fund company	C

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19	Money market mutual funds are invested in	Long term assets	Short term assets	Short term debts funds	Short term equity funds	B
20	Which funds do not carry any credit risk?	Gift funds	Leverage funds	Equity funds	Off shore mutual funds	A
21	Trade debts have to be assigned in favour of the financing company under	Discounting	Forfeiting	Factoring	Arbitrage	C
22	Refactoring charges have to be paid in the case of	Maturity factoring	With recourse factoring	Invoice factoring	Full service factoring	B
23	Under forfeiting the client is able to get credit facility to the extent of	100% of the value of the export bill	80% of the value of the export bill	90% of the value of the export bill	75% of the value of the export bill	A
24	Under factoring the factor acts in the capacity of	An agent of his client	A trustee	A holder for value	An administrator	C
25	The concept of securitization is associated with	Capital market	Money market	Debt market	Foreign exchange market	C
26	The predetermined price at which an underlying assets has to be bought or sold in an option contract is called	Option price	Exercise price	Spot price	Future price	B
27	A combination of forwards by two counter parties with opposite but matching needs is called _____.	Swaps	Options	Forwards	Future	A
28	The first credit rating agencies in India was set up in the year	1988	1990	1888	1992	A
29	BBB symbol indicate the indicator as _____	Highest safety	Moderate safety	Inadequate safety	Default safety	B
30	In ICRA , equity grades are denoted as	LC	LD	ERA	AAA	C
31	A bank holds a security that is rated A+. The rate of security migrates to A. What is the risk that bank has faced?	Market risk	Operational risk	Market liquidation risk	Credit risk	A
32	Depository is an organisation where the securities of an investor are held in an _____.	Physical form	Script form	Electronic form	Demat form	C
33	A depository should enter into an agreement with depository participants as its _____.	Customers	Broker	Intermediate	Agents	D
34	The main promoter of CDSL was _____.	BSE	NSE	IDBI	UTI	A
35	The investors have to submit an instruction to its _____ to intimate a pledge request.	Depository	Depository participants	Stock broker	Bank	B
36	DPM is software provided by _____ to the depository participant.	NSDL	CDSL	SEBI	Bank	A

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37	What is full form of NAV?	Net association value	Net assets value	Net appreciation value	net arrange value	B
38	Merchant bank do not accept ____.	Project counselling	Deposit	Venture capital	Money	B
39	The minimum net worth for the first category of merchant banker is RS. ____	1 crore	50 lakhs	20 lakhs	Nil	A
40	Commercial banks mainly involved in ____ activities	Fund based	Fee based	Capital based	Assets based	A
41	Which among them are non- fund based activities (fee based activities) in financial service?	Leasing finance	Portfolio management	Venture capital	Forfeiting	B
42	Companies raise funds for the purpose of ____.	Financing new projects	Public issue	Contact	Legal aspect	A
43	Merchant bankers are engaged in	The business of issue management	Bought out deals	Regulations	SEBI guidelines	A
44	Merchant bank is an organisation that	Underwriters securities for corporations	Non –operations	Industry compartmentalisation	Regulations	A
45	Mutual funds are regulated by	RBI	SEBI	Central government	State government	B
46	The value of one unit of investment is called	NAV	AMC	POP	AMFI	A
47	AMFI stands for	Association of mutual funds in India.	Association of mutual funds in India	Analysis of mutual funds in India	Arrange of mutual funds in India	A
48	____ Service are mainly provided to foreign investor.	Custodial service	Financial service	Factoring service	Marketing service	A
49	The party who uses the property owned by the lessor.	Lessor	Lessee	Lease rental	Assets	B
50	Which lease is generally for whole useful life of the assets	Operating lease	Financial lease	Close ended lease	Back ended lease	B