





Average Collection Period = 4 months

Factor's reserve = 25%

Factor's Commission = 5%

Bad Debts = 2%

Collection Expenses = Rs 50,000 p.a

Interest = 18% p.a

**OR**

- c) What are the problems faced by Financial Services Sector? [08]
- d) Discuss in brief about the features of Financial Services. [07]

**Q. 3 Answer the following.**

- a) Define Merchant Banker? What are the services provided by Merchant Bankers? [08]
- b) What is the meaning of Securitization? Discuss its features. [07]

**OR**

- c) What is Merchant Banker? Explain various categories of Merchant Bankers. [08]
- d) What do you mean by "Derivative"? List down the steps involved in derivative trading? [07]

**Q. 4 Answer the following.**

- a) On 1<sup>st</sup> January, 2015 Tejmal purchased a LED TV from Vijay Sales on hire purchase system. [15]

The terms of the contract were as under double:

- The cash price of TV was Rs 1,90,000.
- Rs 40,000 was to be paid on signing of the contract.
- The balance was to be paid in annual installments of Rs 50,000 each plus interest at the rate of 10%.

Depreciation is charged at the rate 10% p.a on written down value.

You are required to pass journal entries in the books of Tejmal. Also prepare T.V A/C for the year ended 31<sup>st</sup> December 2015, 31<sup>st</sup> December 2016, 31<sup>st</sup> December 2017 by using whole cash prize method.

**OR**

- b) Discuss in detail Feature of Venture Capital. [08]
- c) Write down any 7 points stating difference between Hire Purchase and Leasing. [07]

**Q. 5 A) Answer the following.**

- i) Answer in Detail about Cases Against and For Consumer Finance. [15]

**OR**

**B) Short Note: (Any 3)**

**[15]**

- i) Factor affecting CIBIL score.
- ii) Functions of factor.
- iii) Debit cards.
- iv) Uses of derivatives.
- v) Steps in stock trading.

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