

**MASTER OF BUSINESS ADMINISTRATION
IN FINANCIAL MARKETS (MBAFM)**

Term-End Examination

00225

December, 2014

MCT-070 : CAPITAL MARKETS

Time : 3 hours

Maximum Marks : 100

*Note : Attempt any **five** questions. All questions carry equal marks.*

1. How does 'Capital Market' differ from 'Money Market' ? Who regulates these markets ? State the importance of capital market in a country. 20

2. What do you understand by 'Financial Engineering' ? How does it contribute to financial well being ? Why is it gaining importance ? Describe its process. 20

3. Describe the important mergers that have taken place in Indian corporate sector in the last one decade. Have all such mergers been successful ? What problems are usually encountered in the merger process ? 20

4. How does a 'lease' differ from a 'hire-purchase' ? Why do corporates prefer lease to a hire-purchase ? Should a firm buy an asset in preference over its lease ? 20
5. "Indian investors take cues from leading world financial markets." Do you agree with this statement ? Give reasons for your answer. Why are Indian financial markets considered to be developing and not developed ? 20
6. How does a mutual fund function ? Who regulates them ? Give suggestions to make mutual funds attractive to investors. 20
7. Does good corporate governance add to the value of a company ? Outline the role of SEBI in enforcing code of good governance by listed companies. 20
8. Write short notes on any **two** of the following : 10+10=20
- (a) Merchant Banking and its functions
 - (b) Housing Finance in India
 - (c) Buyback of Shares in India
-