

**MANAGEMENT PROGRAMME / P.G.
DIPLOMA IN FINANCIAL MARKETS
PRACTICE**

Term-End Examination

December, 2018

**MFP-005 : PROFESSIONALS IN FINANCIAL
MARKET PRACTICE**

Time : 3 hours

Maximum Marks : 100

*Note : (i) Attempt any five questions.
(ii) All questions carry equal marks.*

1. Discuss the role of a Broker in Financial Markets and explain the 'Deal' processes in a Brokerage House.
2. What is a 'Clearing House' ? What are the functions of a clearing corporation ? Explain the role played by the clearing corporation in the trade flow.
3. What do you mean by 'Venture Capital' ? Explain the different steps that are involved in the Venture Capital investment process.
4. What are 'Financial Products' ? How are these different from other Consumer Products ? Describe the process of developing a financial product.

5. What is good corporate governance and what is its significance ? Discuss the compliance obligations regarding the Audit Committee under clause 49 of the Listing Agreement.
 6. What is the role of 'Research Firms' in financial markets ? Discuss the different categories of research firms basing on the business model, clientele and on the basis of their origin.
 7. Explain the significance of Portfolio Management Services and discuss the advantages and disadvantages of active and passive portfolio management strategies.
 8. Compare and contrast the different models of branch network; viz., Broker's own branch, sub-broker and authorised person, and comment on which model is more advantageous.
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