

Vidya Vikas Mandal's  
Shree Damodar College of Commerce & Economics, Margao-Goa  
Post-Graduate Department of Commerce (M. Com)  
M.Com Part-I, Semester-I, Semester End Examination, November 2023  
COM-522: Financial Services Operations (OA - 35)

**Duration: 2 Hours**

**Max Marks: 40**

Instructions:

1. This paper consists of **SIX** questions carrying **Equal marks**.
2. Question No.1 consists of **5 Compulsory** questions of **2 marks each**.
3. Answer **any THREE** questions from question 2,3,4,5 and 6.
4. **Each question carries 10 marks**. Figures to the **right** indicate marks.

Q.1. Answer the following:

(5 × 2 = 10)

1. What do you understand by Scheduled Commercial Banks?
2. Explain Financial Analysis in credit rating.
3. How can a secured creditor exercise his power using 'Right to lodge a caveat'?
4. Explain any two Functions of Depository
5. Which are the various points to be considered while selecting a depository participant?

Q.2.A. How does credit rating help investors and companies?

(5)

B. Explain with the help of a flow chart the process of Settlement of Off-Market Transactions.

(5)

Q.3.A. 'Securitization is the process of taking an illiquid asset or group of assets and through financial engineering, transforming them into an investible security.' Explain any two kinds of securities created through the securitization process.

(5)

B. Explain any five important sections of the Depositories Act, 1996.

(5)

Q.4. 'The Financial System is made up of various components that work together to facilitate the flow of funds between savers and investors.' Explain the Structure of Indian formal Financial System with the help of a Chart.

(10)

Q.5. Create a flow chart to depict the Process of Securitization and explain the steps in brief.

**(10)**

Q.6. 'The process of creation and closure of pledge is simplified and expeditiously done as the client maintains a depository account.' How is the procedure of pledge creation different from the procedure of pledge closure? Discuss using relevant flow charts. **(10)**