



P20BAEF4/ MERCHANT BANKING AND FINANCIALSERVICES

SIM Questions

SIM-1

1. Discuss the SEBI guidelines for merchant banking in India? (NOV/DEC-2011)
2. Discuss the recent development and challenges ahead of merchant banking in India? (NOV/DEC-2011)
3. Discuss in detail about India financial system? (NOV/DEC-2012)
4. Explain various general obligation of the merchant bankers under SEBI regulations? (NOV/DEC-2012)
5. Explain the functions and power of SEBI? (NOV/DEC-2013)
6. Explain structure of India financial system? (NOV/DEC-2013)
7. Elaborate the various services rendered by merchant bankers? (NOV/DEC-2011)
8. Elaborate the merchant bankers activities connected with pre and post issue management? (NOV/DEC-2011)
9. Discuss the factor has influence that capital structure decision of a firm? (NOV/DEC-2011)
10. Explain the various methods of marketing the securities adopted by the Indian corporate entities? (NOV/DEC-2012)?
11. Narrate the regulatory framework meant for issue management? (NOV/DEC-2013)
12. Explain the code of conduct prescribed by SEBI stock brokers. Discuss the functions of register and Transfer agents? (NOV/DEC-2014)

SIM-2

1. What are the functions of credit rating? Explain the methodology followed by ICRA in rating credit instrument? Functions of credit rating? (NOV/DEC-2011)
2. Define a mutual fund and describe the various types of mutual funds? (NOV/DEC-2011)
3. Discuss the important forces of M&A in modern scenario? (NOV/DEC-2012)
4. Discuss the features of mutual fund investment? (NOV/DEC-2012)
5. Discuss the various mutual funds schemes offered in India? (NOV/DEC-2013)
6. Rating agencies do not follow uniform method of evaluation. As a result the investors are not benefited. Discuss? (NOV/DEC-2013)
7. Explain profit and pay off firms options? (JAN-2011)
8. Calculations of ERT? (JAN-2011)
9. Explain the types of bills? (JAN-2012)
10. Explain mechanism and characteristics of mechanism? (JAN-2012)
11. An investor buys 600 shares of ABC Ltd rs.300 shares in the cash market. In order to hedge he sells 400 futures of ABC Ltd rs.200 each. The share price and future decline by 8% and 4%? (JAN-2013)
12. Explain investor's attitude towards risk and return? (JAN-2013)

SIM-3

1. Find risk and return and correlations between two securities X and Y (NOV/DEC-2011)
2. Explain the securities market line? (NOV/DEC-2012)
3. From the following data calculate the slope of the capital line? (NOV/DEC-2012)

Sun rise=15%

Sun set=12%

4.He expected return on the market portfolio=18% Risk free rate (IRF) =15%

SD=0.25

If risk free rate is 6% and market risk premium is 12% and of the securities is 1.5.What is he expected return securities under CAPM?

What would be he expected return if beta 2.

5.Explain the arbitrage pricing theory? (NOV/DEC-2013)

6Explain the steps in portfolio construction as per traditional approaches? (NOV/DEC-2013)

7Mr.X has been owning in 3 different mutual funds namely R,S and T. he following particulars are available to him. He want to dispose an one of the mutual funds for his personal expenditure. Which funds should be dispose? (NOV/DEC-2013)

	Funds	Excess avg. return	beta
	R	7.7	1.02
Data	S	11.3	0.99
	T	11.6	1.07
	Market	7.8	1

8What are the basic assumptions of CAPM? What are the advantages of CAPM models in the portfolio management? (NOV/DEC-2013)

9Calculate the variance and co-variance matrix for 3 stocks to consider the following stocks and calculate portfolio risk? (NOV/DEC-2013)

weight		0.33	0.33	0.34
	company			
0.33	X	382.09	8.73	39.87
0.33	y	68.73	63.82	68.87
0.34	Z	39.87	68.87	38.25

10.A bond of rs.5000 bearing coupon rate of 10% and redeemable in 10 years is being towards of rs.5300 find YTM of the bond? (JAN-2014)

11.Explain the mechanism of mutual funds? (JAN-2015)

12.The risk and return of two projects is given below. The correlation coefficient is +1.0 Mr. Ram plans to invest 70% of his funds in project A and 30% in project B. find out risk and return. A 12% and risk 3%. Whereas project B has return of 20% and risk 7%. (JAN-2015)