**K.S. SCHOOL OF ENGINEERING AND MANAGEMENT, BANGALORE - 560109**

**DEPARTMENT OF MANAGEMENT STUDIES**

**III SESSIONAL TEST QUESTION PAPER 2019 – 20 ODD SEMESTERS**

**SET-B**

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| **Degree** | **:** | **MBA** | **Semester** | **:** | **III** |
| **Branch** | **:** | **2018-20** | **Date** | **:** | **26/11/2019** |
| **Course Title** | **:** | **Banking & Financial Services** | **Course Code** | **:** | **18MBAFM301** |
| **Duration** | **:** | **90 Minutes** | **Max Marks** | **:** | **50** |

**Note: Answer ONE full question from each part. Part C is Compulsory**

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| **Q. No.** | **Question** | **Marks** | **K Level** | **CO mapping** |
| **PART-A** | | | | |
| **1(a)** | **Define** Venture Capital. | **3** | **K1**  **(Remembering)** | **CO5** |
| **(b)** | **Outline** the Venture Capital Process | **7** | **K2**  **(Understanding)** | **CO5** |
| **(c)** | **Design** the stages of later stages of Venture Capital | **10** | **K3**  **(Applying)** | **CO5** |
| **OR** | | | | |
| **2(a)** | **List** the some of the Rating agencies. | **3** | **K1**  **(Remembering)** | **CO5** |
| **(b)** | **Discuss** the Credit Rating Information Services of India Limited (CRISIL) with reference to Financial components. | **7** | **K2**  **(Understanding)** | **CO5** |
| **(c)** | **Identify** the process of Crediting Rating. | **10** | **K3**  **(Applying)** | **CO5** |
| **PART-B** | | | | |
| **3(a)** | **What** are Depository systems? | **3** | **K1**  **(Remembering)** | **CO6** |
| **(b)** | **Outline** the objectives of Depository system. | **7** | **K2**  **(Understanding)** | **CO6** |
| **(c)** | **Categorize** the types of Foreiting. | **10** | **K3**  **(Applying)** | **CO6** |
| **OR** | | | | |
| **4(a)** | **Wha**t is Securitization? | **3** | **K1**  **(Remembering)** | **CO6** |
| **(b)** | **Explain** CDSL of India. | **7** | **K2**  **(Understanding)** | **CO6** |
| **(c)** | **Determine** the Benefits and Merits of Securitization. | **10** | **K3**  **(Applying)** | **CO6** |
| **PART-C (Compulsory)** | | | | |
| **5** | XYZ Company Ltd is considering the acquisition of a large equipment to set up its factory - backward region for Rs 12, 00,000. The equipment is expected to have an economic useful life of 8 year. The equipment can be financed either with an 8-year term loan at 14 per cent interest, repayable in equal installments of - Rs 2, 58,676 per year, or by an equivalent amount of lease rent per year. In both cases, payments are due at the end of the year. The equipment is subject to the straight line method of depreciation for tax purposes. Assuming no salvage value after the 8-vear useful life and 50 percent tax rate, **Identifying** the financing alternatives should it select? | **10** | **K3**  **(Applying)** | **CO6** |

**FACULTY HOD -MBA PRINCIPAL**