

Enrollment No./Seat No.:

GUJARAT TECHNOLOGICAL UNIVERSITY
MBA - SEMESTER - III EXAMINATION - WINTER 2025

Subject Code: MB03092121

Date: 20-12-2025

Subject Name: Financial Markets and Services

Time: 10:30 AM TO 01:30 PM

Total Marks: 70

Instructions

- 1. Attempt all questions.**
- 2. Make suitable assumptions wherever necessary.**
- 3. Figures to the right indicate full marks.**
- 4. USE of SIMPLE calculators AND non-programmable scientific calculators are permitted.**

	Marks
Q.1 ALL 7 Questions must be Compulsory.	14
(a) Venture Capital	
(b) Scheduled and Non Scheduled Bank	
(c) Define Fees based financial services.	
(d) Non Banking Financial Company.	
(e) Define CRR & Repo Rate	
(f) Growth Fund.	
(g) Financial inclusion	
Q.2 (a) Explain difference types of Financial Services offered by Bank to its account holder.	07
(b) What is NBFC? Explain different types of NBFCs.	07
OR	
(b) Define Money Market and explain different instruments of Money market.	07
Q.3 (a) Evaluate importance of venture capital for startups also mention stages of venture capital financing.	07
(b) Briefly Explain Primary Market and Secondary Market.	07
OR	
(a) Discuss the evolution and growth of UPI in India's digital payment system.(unified Payment Interface)	07
(b) What are the promotional and developmental functions of the Reserve Bank of India?	07
Q.4 (a) Discuss the developmental and regulatory functions of SEBI.	07
(b) Write a detailed note on crowd funding scenario in India.	07
OR	
(a) Differentiate between banks and NBFCs.	07
(b) Briefly explain meaning of credit rating, its benefits and limitations.	07

Q.5

Vipul Mehta, a 33-year-old marketing executive in Surat wanted to grow his savings beyond the fixed deposit returns he had been receiving. His monthly income was ₹100,000, and after expenses, he saved around ₹25,000 each month.

In 2020, after consulting a financial advisor, Arjun decided to invest ₹20,000 per month through Systematic Investment Plans (SIPs) in mutual funds and keep ₹10,000 in a recurring deposit for emergencies.

His financial advisor suggested the following mutual fund portfolio:

Type of Mutual Fund	Fund Name	Monthly SIP (in Rs.)	Expected Return
Equity fund	HDFC Top 100 Fund	Rs.8000	12 %
Debt Fund	SBI short Term Debt Fund	Rs.6000	7 %
Hybrid Fund	ICICI Balanced Advantage Fund	Rs.6000	9 %

By 2025, after 5 years of disciplined investing, Arjun reviewed his portfolio. The equity fund performed better than expected, giving 13% average annual returns. The debt fund gave a steady 7% return, and the hybrid fund returned 9% per year. He realized that mutual funds not only helped him build wealth but also diversified his investment risks.

- (a) What is a Systematic Investment Plan (SIP)? How does it benefit investors? **07**
- (b) What factors should Arjun consider before changing or redeeming his mutual fund investments? **07**

OR

- (a) Suggest one more type of mutual fund (e.g., index fund, ELSS, sectoral fund) Arjun could consider, and explain why. **07**
- (b) How can mutual funds be a better alternative to fixed deposits for long-term investors? **07**
