647510 **BBAf2MJ305B-6C** **Seat No :________**

# B.B.A. Semester - 6 (NEP-2020) Examination
# March/April-2026
# Finance Group-2: Strategic and Applied Finance (Major-15)

**Time: 2:00 Hours** **Marks: 50**

**Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate marks.

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Que.1 Study the following share-market report and answer the questions that follow: (10)

<u>Indices snap three-day gains</u>

6, February

Key indices ended down today after a volatile session, as investors booked profits after two sessions of record breaking highs.

Losses in the index heavyweights Oil and Natural Gas an Tata Steel also contributed to the slide.

Key indices had gained 3 per cent over the previous three sessions amid concerns over expensive valuations.

After opening at record highs today, the Sensex and the Nifty moved in a thin range, as investors sold pharmaceutical and telecommunication shares.

The Sensex ended at 14,478.19, down 37.71 points or 0.3 per cent, after touching an all time high of 14,564.80 intraday.

The Nifty ended at 4,191.65, down 23.70 points, or 0.6 per cent, it touched a record high of 4,228.15 during the session.

Combined turnover on both exchanges was Rs. 16,000 crore, up 14 per cent from Monday.

Volume on the BSE was also boosted by three block deals in Tata Consultancy Services aggregation around 6.9 million shares, at an average of Rs. 1299.26 a share, dealers said.

The CNX Midcap Index ended up 0.3 per cent, while the S & P CNX 500 ended down 0.2 per cent.

"Today, foreign investors were diverting fund flow to banks and select power company shares", a dealer said. Over the past two sessions, foreign funds had net bought Indian shares worth Rs. 140 crore.

The biggest Nifty losers were Reliance Communications, down 5 per cent at Rs. 489.30, Videsh Sanchar Nigam, down 3.7 per cent at Rs. 488.25, and Hindustan Petroleum, down 2.4 per cent at 295.30.

Reliance Communications said today that it has completed raising $1 billion overseas through a convertible bond issue. The FCCB issue had raised some concern over equity dilution, dealers said.

The company is battling Britain's Vodafone group and other domestic firms for 67 per cent in rival Hutchison Essar.

Another telecom major, VSNL, fell after saying FLAG Telecom is seeking monetary relief of about $406 million plus interest from the company. Among the BSE sector indices, the BSE Consumer Durables Index, down 2 per cent, was the worst hit.

Questions:

(1) Explain the title of the given share market report.
(2) What was the role played by investors on the BSE?
(3) Which scripts were sold by investors on the NRS?
(4) What was the intra-day high level of the Sensex?
(5) Which factor boosted the volume of business on the BSE?

OR

Que.1 Study the following share-market report and answer the questions that follow:

Markets rise on global cues

1 February

Key indices ended up 1.4 per cent today on short covering and as investors picked up bank shares.

State Bank of India ended up 5.5 per cent at Rs. 1,203 after the Cabinet approved transfer of Reserve Bank of India's 59.7 per cent stake in the bank to the government.

The transfer was expected to take place by June and the valuation would be based on market prices, reports said.

Sentiments for the market was also bolstered on firm Asian and US markets after US Federal Reserve on Wednesday kept interest rates unchanged at 5.25 per cent and said economic growth was firm.

US is the biggest export market for Asian countries, including India.

The Sensex ended at 14, 267.18, up 176.26 points or 1.3 per cent from Wednesday. The Nifty ended at 4,140.80, up 58.10 points or 1.4 per cent.

Turnover on both the exchanges was roughly Rs. 11,900 crore, as against Rs. 15,600 croce on Wednesday.

Dealers said trade volumes were low, as banks in Maharashtra were closed due to elections.

CNX Midcap Index was up 1 per cent and CNX 500 Index ended up 1.2 per cent.

On the BSE, advances evened declines.

Shares of metal companies surged on value buying and firm prices on the London Metal Exchange.

National Aluminium, up 7 per cent at Rs. 246, was the top Nifty gainer.

Punjab National Bank was up 4 per cent at 528 after the bank approved 40 per cent interim dividend on Wednesday.

The bank's board also approved a proposal to reduce the government's stake to 51 per cent from 57.8 cent.

HMT was up 12 per cent at Rs. 87 on news the Union Cabinet has approved a Rs. 720 crore restructuring plan for its arm, HMT Machine Tools.

HMT will be run as a joint venture company, with the government retaining the majority stake.

Oil retailers were down, as crude oil prices rose above $58 a barrel on the NYMEX on lower US heating oil inventories. Hindustan Petroleum, down 3 per cent at Rs. 303, was the worst hit on the Nifty.

Questions:

(1) Explain the title of the given share market report.
(2) Why trade volumes were low?
(3) To which factor the demand of shares of metal companies could be attributed?
(4) Explain the following terms: (1) Sensex (2) Mid Cap.
(5) Which scrip was the worst hit on the Nifty?

Que.2 What is leasing? Describe the various types of leasing. (10)

OR

Que.2 Explain Financial Lease and Operating Lease. How do they differ from each other?

Que.3 Write a note (10)

(A) Venture Investment Process. (B) Various Steps in Venture Financing.

OR

Que.3 Write a note

(A) 5Cs Framework of Credit. (B) Credit Rating Agencies and Their Methodology.

Que.4 What is Factoring? Discuss its advantages and disadvantages. (10)

OR

Que.4 What is Forfeiting? Explain how it differs from other forms of export finance.

Que.5 Explain its evolution and the need for Universal Banking in the modern financial system. (10)

OR

Que.5 Discuss the risks and regulatory challenges associated with Universal Banking.

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