

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2025  
(Sixth Semester)

Branch – COMMERCE (FINANCIAL SYSTEM)

**FINANCIAL SERVICES & FINTECH**

Time: Three Hours

Maximum: 50 Marks

**SECTION-A (5 Marks)**

Answer ALL questions  
ALL questions carry EQUAL marks (5 x 1 = 5)

- 1 Term Lending Institutions are \_\_\_\_\_ intermediaries  
(i) Factoring (ii) Capital Market  
(iii) Custodial (iv) SEBI
- 2 The first Bank in India to start factoring business is  
(i) Canara Bank (ii) State Bank of India  
(iii) Allahabad Bank (iv) Punjab National Bank
- 3 Venture Capital originated in \_\_\_\_\_.  
(i) USA (ii) UK  
(iii) Germany (iv) India
- 4 Which technology is often used to secure authentication in Fintech applications  
(i) Blockchain (ii) Artificial Intelligence  
(iii) Biometrics (iv) Virtual Reality
- 5 What is Blockchain  
(i) A Centralised Database  
(ii) Bitcoin  
(iii) A Decentralised distributed digital ledger  
(iv) A Physical Currency

**SECTION - B (15 Marks)**

Answer ALL Questions  
ALL Questions Carry EQUAL Marks (5 x 3 = 15)

- 6 a. List down any three fund-based activities of a financial service company.  
OR  
b. Explain the causes for financial innovation.
- 7 a. State the qualities required for a merchant banker.  
OR  
b. Explain in brief any three types of factoring.
- 8 a. Bring out the features of Venture Capital to Promoters.  
OR  
b. Outline the various Stages in the financing of venture capital.
- 9 a. Write a short note on crowd funding and P2P Technology.  
OR  
b. How Fintech is transforming Digital Payments? Evaluate.
- 10 a. Narrate the security issues in Fintech.  
OR  
b. State any three types of Digital Currencies.

Cont...

**SECTION -C (30 Marks)**

Answer any **Three** questions

**ALL** questions carry **EQUAL** Marks

(3 x 10 = 30)

11. Describe briefly some of the innovative financial instruments introduced in recent times in financial service centre.
12. "The Scope for merchant banking is great in India". Discuss.
13. Enumerate the features of hire purchase.
14. Discuss the future prospects and potential issues with Fintech.
15. Elucidate the challenges of Block chain Technology on Banking and financial service industry.

Z-Z-Z

END