DIRECTORATE OF DISTANCE EDUCATION
NALSAR UNIVERSITY OF LAW, HYDERABAD

Advanced Diploma in Financial Services & Legislations

PG Diploma in Financial Services & Legislations

Academic Year: 2022-2023

First Semester - End Semester Examination (January, 2023)

Paper II - 1.1.2. Financial Legislations

Duration of the Examination: 2 ½ hours **Total Marks : 70 marks**

INSTRUCTIONS TO CANDIDATES

a) **Read the instructions carefully and adhere to the same.**
b) **Please mention your DDE ID No., date of the exam, name of the programme & subject on the Answer Sheet and the Additional Answer Sheets, if any.**
c) **The questions to be interpreted as given and no clarification can be sought from the Invigilator.**
d) **Clearly indicate the question numbers while answering them. Answers without question numbers / wrong question numbers will not be evaluated.**
e) **Write the answers clearly and neatly. Answers in illegible handwriting will not be taken into consideration.**
f) **Candidates are prohibited to carry phones or any other electronic devices, books, material etc. in the Examination Hall.**
g) **Copying is strictly prohibited and is considered as a serious academic mis-conduct and the University will take action as it deems fit.**

PART – A

(5 x 10 marks = 50 marks)

1. Express your Views on the nature and extent of frauds that are taking place in commercial banking and cooperative banking sector in India. Also, explain the changes in specific regulations to counter such fraudulent activities.

2. Give a detailed account of various intermediaries being regulated by IRDAI? What is your take on having an independent regulatory agency which regulates intermediaries of all verticals of the financial services sector?

3. "SEBI is supremely busy with too much policing by virtue of bringing so many regulations to regulate the capital market leaving aside its other important objective of developing a robust capital market". Express your opinion on the given statement with a structured analysis presenting your position?

4. Mr.Raj is residing in India engaged in coffee plantation. His son Mr.Yuvraj went is an entrepreneur settled in USA and is engaged in a manufacturing business there. They both want to start a partnership firm in India for doing Tea Plantation business and want to open a joint savings account in a bank for that purpose. Advise them.

5. "When the investors are having range of products to invest from banking to insurance to mutual funds and stock market products, it is high time to have a seperate and unified investment products regulator than have three different regulators". Critically evaluate the statement.

PART – B

(1 x 20 marks = 20 marks)

6. You are the official liquidator of a corporate debtor which is undergoing the liquidation process. Consider the following information and find out how much each equity share will get after the liquidation.

Particulars	**Rs. in Crores**
Realised Funds of the common pool of estate	20,000
Realised funds of Secured creditors who didn't relinquish their charge over security	14,000
Total amount of claims accepted from secured creditors who didn't relinquish charge	16,000
CRIP and Liquidation costs and related expenditure	20
Amount dues to Workers @ INR 20 Crores per month for 30 months	600
Total claims accepted from Secured Creditors who relinquished their charge over security	8,400
Dues of employees for 18 months	2,400
Unsecured Creditors	3,000
Preference share capital to be redeemed	2,400
Number of Equity Shares – 2 Crore	