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Question Paper Code	13156
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MBA - DEGREE EXAMINATIONS, NOV / DEC 2024
 Third Semester
Master of Business Administration
20MBF308 – INVESTMENT BANKING OPERATIONS
 Regulation – 2020

Duration: 3 Hours

Max. Marks: 100

PART - A (10 × 2 = 20 Marks)

Answer ALL Questions

	<i>Marks</i>	<i>K- Level</i>	<i>CO</i>
1. Define reference data and explain its importance in financial markets.	2	K1	CO1
2. Mention any two types of securities identification numbers (Securities Identifiers).	2	K2	CO1
3. What is the Trade Life Cycle (TLC) in financial markets?	2	K1	CO2
4. Differentiate between exchange-traded and over-the-counter trades.	2	K2	CO2
5. Define the term ‘trade’ in financial markets.	2	K1	CO3
6. List two types of settlement mechanisms used in financial transactions.	2	K1	CO3
7. How does reconciliation help mitigate financial risks?	2	K1	CO4
8. Define corporate action and list two types of corporate actions.	2	K2	CO4
9. Differentiate between Repo and Securities Lending and Borrowing (SLB).	2	K2	CO5
10. What are the key participants in the securities lending and borrowing process?	2	K1	CO5

PART - B (5 × 13 = 65 Marks)

Answer ALL Questions

11. a) Describe the need for Reference Data Management in the financial industry. How does it impact data accuracy and efficiency in trading and settlements?	13	K2	CO1
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OR

b) Discuss the types of reference data (such as investor identifiers, SSI setup, etc.) and their significance in managing financial transactions.	13	K2	CO1
12. a) Explain the architecture and hierarchy of OTC trade life cycle. Include a discussion on the role of ISDA documentation and confirmations in OTC markets.	13	K2	CO2

OR

b) Discuss the steps involved in the trade life cycle (TLC) and explain the participants’ roles in both exchange-traded and over-the-counter markets.	13	K2	CO2
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13. a) Compare bilateral vs multilateral clearing mechanisms. What are the key differences in risk management, efficiency, and cost? 13 K2 CO3
- OR**
- b) Explain the process of clearing and settlement in financial markets. How do clearinghouses contribute to ensuring efficient and risk-mitigated settlements? 13 K2 CO3
14. a) Describe the different types of reconciliations (Nostro, Depot, Trade, etc.) and their importance in ensuring accurate financial reporting. 13 K2 CO4
- OR**
- b) Explain the process and lifecycle of reconciliation. How does it address financial risks and ensure the accuracy of financial transactions? 13 K2 CO4
15. a) Discuss the process of securities lending and borrowing (SLB), including the types of securities involved, advantages, and limitations. 13 K2 CO5
- OR**
- b) Compare and contrast repo transactions with securities lending and borrowing (SLB). Discuss their purposes, mechanics, and differences in the context of collateral management. 13 K2 CO5

PART - C (1× 15 = 15 Marks)
(Compulsory)

16. Explain the concept of corporate actions in detail. Discuss the different types of corporate actions and how they affect the trade life cycle, with particular emphasis on their impact on investors and market participants. 15 K4 CO5