



(Following Paper ID and Roll No. to be filled in your Answer Book)

**PAPER ID : 270474**

Roll No.

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## MBA

### (SEM. IV) THEORY EXAMINATION, 2014-15 MANAGEMENT OF FINANCIAL INSTITUTIONS AND SERVICES

Time : Hours]

[Total Marks : 100

#### SECTION - A

1 Answer all parts of this question. **2x10**

Each part carries 2 marks:

- (a) Define Treasury Bills.
- (b) Discuss open market operation.
- (c) What is prime lending rate?
- (d) Define Non- performing assets in banks.
- (e) What is Asset Liability Management?
- (f) What do you mean by global equity markets?
- (g) What is capital Adequacy Ratio (CAR)?
- (h) What is NBFCs?

- (i) Define insurance with two principles.
- (j) Distinguish between Bill discounting and rediscounting.

## SECTION – B

**2** Attempt any three parts of the following question. **3x10**

- (a) As 'Banker's Bank and Lender of Last Resort,' what role does RBI play in the Financial System of our country?
- (b) What do you mean by banking sector reforms? Discuss its role in growth of banking industry in India.
- (c) What do you mean by international Money Market? Explain in brief
- (d) Discuss the concepts of Securitization. Also elaborate its implications for expansion of financial market in India
- (e) What do you mean by forfaiting? Explain the role of EXIM bank in forfaiting services in India.

## SECTION - C

Attempt all questions :

**5x10**

- 3** Discuss main features of Monetary and fiscal policies in India. How these policies impact the foreign exchange market.

**OR**

“A strong financial system is a key component of economic development.” In the light of this statement, discuss the role of various components of the Indian Financial System.

- 4** Define the term Non Performing Assets. Discuss its role in achieving profitability by a Commercial Bank. Note Down various Strategies to tackle the problem of NPA in Banks.

**OR**

What do you mean by Indian Banking System? Explain the assets and Liabilities of Commercial banks in India.

- 5 What do you mean by international Banking? Explain in brief.

**OR**

What is capital adequacy? Discuss in detail the norms related to capital adequacy with reference to international money market.

- 6 Name any two DFIs in India. Also discuss their role in development of Indian Economy in general and rural sector in particular

**OR**

“Mutual funds are a vehicle of collective investment”. With reference to this statement, discuss the concept, advantages and types of mutual funds.

- 7 Differentiate between ‘Hire Purchase’ and ‘Lease’ agreements. Also compare their advantages and disadvantages with each other.

**OR**

Discuss in detail the concept, mechanism and types of factoring.