

**M.Com. (HPP) (FFS) Semester-3 Examination****CC-11****Banking Operations****Time : 2-30 Hours]****March-2024****[Max. Marks : 70**

- Q.1** Define Banking. Explain its functions and sources of bank funds. 14
- OR**
- Q.1** Explain Monetary policy and How Central Banks uses It as a tool to regulate money supply in the market. 14
- Q.2** Explain in brief BASEL Norms in Indian Banking System. 14
- OR**
- Q.2** Explain the need of reforms and discuss in brief reforms in the banking system in India. 14
- Q.3** What is Interest rate risk? Explain its types. 14
- OR**
- Q.3** What is Liquidity risk? Explain principle for sound liquidity risk management given by BASEL committee on banking supervision. 14
- Q.4** Explain benefits of E-banking and discuss payment and settlement system in India. 14
- OR**
- Q.4** Discuss concept of Letter of Credit and the types of Letter of credit. 14
- Q.5** Attempt any Seven out of Twelve: 14
1. Which of the following is not a private bank?
    - a) Icici Bank
    - b) Axis Bank
    - c) Hdfc Bank
    - d) Bank Of Baroda
  2. \_\_\_\_\_ is the rate at which Reserve Bank of India lends money to commercial banks.
    - a) Repo rate
    - b) Reverse Repo rate
    - c) Call rate
    - d) Marginal Standing Facility

3. Wholesale Banking Services includes?
  - a) Merger and acquisition
  - b) Working capital financing
  - c) Pension Disbursement services
  - d) All of the Above
4. Retail Payment System Comprises of \_\_\_\_\_
  - a) Paper based system
  - b) Electronic system
  - c) Both a) and b)
  - d) None of the above
5. The Basel committee on banking supervisory authorities was established by \_\_\_\_\_.
  - a) The Central bank governors of the group of ten countries.
  - b) European Countries
  - c) India
  - d) U.S.A
6. Narasimham committee was related to which of following reforms?
  - a) High education reforms
  - b) Tax structure reforms
  - c) Banking structure reforms
  - d) Planning implementation reforms
7. Which of the following is not a type of credit risk?
  - a) Default Risk
  - b) Concentration Risk
  - c) Country Risk
  - d) Operational Risk
8. What is the impact of rising interest rates on the price of bonds
  - a) Bond price rises.
  - b) Bond prices falls.
  - c) Bond prices remain unchanged.
  - d) It depends on the type of bond.
9. Which of the following scenario is beneficial for the banks?
  - a) Both solvent and liquid
  - b) Liquid but not solvent

- c) Solvent but not liquid
  - d) Neither solvent nor liquid
10. RTGS stands for \_\_\_\_\_.
- a) Real Time Gross Settlement
  - b) Real Term Gross Settlement
  - c) Real Time Goal Settlement
  - d) Real Term Goal Settlement
11. MICR refers to \_\_\_\_\_
- a) Magnetic Ink Cheater Recognition
  - b) Magical Ink Character Remover
  - c) Magnetic Ink Character Recognition
  - d) Magnetic Industry Character Recover
12. Full form of NPA is \_\_\_\_\_
- a) Non- Present Assets
  - b) Non-Performing Assets
  - c) Numbered Performing Assets
  - d) Net Purchase Asset

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