

M.Com. (HPP-FFS) Sem.-3 Examination

CC-11

Banking Operations

November-2025

Time : 2-30 Hours]

[Max. Marks : 70

-
- Q.1 Define Banks and Explain Sources of Bank Funds. 14
OR
- Q.1 Define Banking and Explain Tools used by Central Banks to regulate money supply in Economy. 14
- Q.2 Describe in detail Banking reforms of Narsimhan Committee I. 14
OR
- Q.2 What is Basel norms and explain its implementation in Indian Banking sector. 14
- Q.3 Explain various types of risks faced by banks in brief. 14
OR
- Q.3 Explain Interest rate risk and its types in detail. 14
- Q.4 Explain the concept of Letter of credit and its types. 14
OR
- Q.4 Write a detailed note on Export Credit Scheme. 14
- Q.5 MCQs (Attempt any 7 out of 12) 14
1. Which of the following is not a type of credit risk?
 - A. Default Risk
 - B. Concentration Risk
 - C. Country Risk
 - D. Reinvestment Risk
 2. What is the impact of rising interest rates on the price of bonds
 - A. Bond price rises.
 - B. Bond prices falls.
 - C. Bond prices remains unchanged.
 - D. It depends on the type of bond.
 3. 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
4. Which of the following is not a private bank?
A. Icici bank
B. Axis bank
C. Hdfc bank
D. Bank of India
5. _____ is the rate at which commercial banks deposit its money to Reserve Bank of India.
A. Repo rate
B. Reverse Repo rate
C. Call rate
D. Marginal Standing Facility
6. Wholesale Banking Services includes?
A. Merger and acquisition
B. Working capital financing
C. Pension Disbursement services
D. All of the Above
7. Those loans or advances that are default or in arrears are considered as a _____
A. NPA
B. CAR
C. BIS
D. GNPA
- 8 As a part of Banking reforms Lead Bank scheme was launched in which year?
A. 1972
B. 1969
C. 1979
D. 1999
9. A bank can issue Certificate of Deposit for a minimum amount of
A. 1,20,000
B. 50,000
C. 75,000
D. 1,00,000
10. Which of the following is an internal factor for Liquidity risk in banks ?
A. The banks rely heavily on short-term corporate deposits.
B. Very sensitive financial markets depositors.
C. External and internal economic shocks.
D. Low/slow economic performances.
11. How Many steps are in ECS Process..?
A. 5
B. 7
C. 6
D. 4
12. Borrowings and investment Principle for banks includes ?
A. Principle of Safety
B. Principle of Liquidity
C. Principle of Diversity
D. All of The above