END SEMESTER EXAMINATION

Management of Financial Institutions: MTMS0112

Total	Marks: 100	Duration: 3 hrs
1. C	oose the correct alternatives: RBI was established in the year- [CO1] a) 1932 b) 1933 c) 1934 d) 1935	1X10=10
i	 The full form of DICGS is- [CO2] a) Deposit insurance & credit guarantee scheme b) Demand Insurance & credit guarantee corporation c) Deposit Insured & credit guarantee corporation d) None of the above 	
ii	An asset which has remained NPA for a period of less to months is called as CO [2] a) Sub-standard assets b) Standard assets; c) Loss assets; d) Fixed assets.	than or equal to 12
iv	is the process of identifying the financial strength firm. CO [2] a) Financial statement analysis b) Financial reporting analysis c) Ratio analysis d) Technical analysis	and weakness of a
v	Flow of funds accounting is a record of payments between the economy. (True or false) CO [2]	02] or false) [CO2]

x. Keynes viewed that money is demanded due to three motives, transaction

2. Answer briefly any five of the following questions:

3X5=15

- i. Write a note on Cash Reserve Ratio (CRR). [CO1]
- ii. Write a note on Master Circular. CO [2]
- iii. Write a note on Solvency analysis. CO [2]
- iv. Write a short note on market risk. [CO2]
- v. Write a short note on Credit analysis. [CO3]
- vi. What is interest rate risk management? [CO3]

3. Answer any five of the following questions:

7X5=35

- i. What do you mean by Financial Institution? Explain the various kinds of Financial Institutions. CO [4]
- ii. Explain the regulation of Banks in India. CO [3]
- iii. Explain Flow of Funds accounts sector wise and instrument wise. CO [2]
- iv. Explain the loanable funds theory in determination of equilibrium interest rate with diagram. [CO4]
- v. Explain the Keynesian Liquidity Preference Theory. [CO4]
- vi. Discuss the different types of Non-Performing assets (NPAs) and its measurement. [CO3]

4. Answer any four of the following questions:

10X4=40

- i. Write an overview of the Indian financial system. CO [2]
- ii. Draw the proforma of profit & Loss statement with imaginary figures. CO [3]
- iii. Explain in detail the CAMELS risk system. CO [2]
- iv. Explain the repricing gap model and duration gap model of managing interest rate risk. [CO4]
- v. What is liquidity risk? Discuss the sources and measures of liquidity risk. [CO3]
- vi. What is credit risk management? Discuss the qualitative models of managing credit risk management. [CO4]