

SVKM's NMIMS
NMIMS – GLOBAL ACCESS SCHOOL FOR CONTINUING EDUCATION

Programme: PGDBFM

Examination: June 2017

Subject: Investment Decisions in Banking

Semester: III

Course : New

Marks : 70

Date: 10.06.2017

Time: 3.00 p.m. to 6.00 p.m.

Instructions:

1. Answer to each new question to be started on a fresh page.
2. Figures in bracket indicate full marks.

Q.1) Attempt any 2 out of 4

(Marks: 2X5=10)

- a) Write a note on interest rate swap.
- b) What is a full pay-out lease?
- c) To encourage exports, Govt. and RBI extend various concessions to boost exports.

Mention some of them.

- d) Write a note on the classification of MICRO, SMALL AND MEDIUM ENTERPRISES.

Q.2) Write short notes on (2 out of 5)

(Marks: 2X5=10)

- a) What are non SLR funds? Mention RBI guidelines for Non SLR investments.
- b) Write a note on Cash Reserve Ratio (CRR).
- c) Write a note on base rate system.
- d) Write a note on Pillar II of BASEL II ACCORD.
- e) What are the differences between merchant bankers and commercial bankers?

Q.3) Attempt any 3 out of 5

(Marks: 3X10=30)

- a) What are the services offered by Merchant Banks ?
- b) Write a note on Credit Risk – the Internal Ratings Based Approaches. What are the benefits of this approach.
- c) What are the key factors that affect the rate of interest offered by a bank to its borrower?
- d) What are the different areas which form part of priority sector?
- e) Write a note on project finance.

Q.4) Attempt both the questions

(Marks: 2X10=20)

a) What is Pre-shipment Finance? What are the types of pre-shipment finance? What are the requirement for getting pre-shipment finance? What is the eligibility criteria to get pre-shipment credit?

b) What is Leasing and its advantages? Explain various types of Leasing.