

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

Programme: PGDBFM

Examination: June 2016
Subject: Advance and Credits

Semester: IV
Course : New
Marks : 70
Time: 3.00 p.m. to 6.00 p.m.

Date: 17.06.2016

Instructions:

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

Q.1) Attempt any 2 out of 4

(Marks: 2 X 5 = 10)

- a) What is fair practice code and base rate? Explain.
- b) Explain the term non-performing asset and credit risk management.
- c) What are the factors considered while granting loans and advances?
- d) Enumerate secured and unsecured advances. What are the various types of securities which are accepted by the banks?

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

(Marks: 2 X 5 = 10)

- a) Write short notes on Narsimhan Committee Report.
- b) What does loan syndication mean? Explain.
- c) Discuss the turnover method for working capital assessment.
- d) Enumerate project finance. What are the four fundamentals that are carefully examined while studying project finance?
- e) Explain the principle of good lending.

Q.3) Attempt any 3 out of 5

(Marks: 3 X 10 = 30)

- a) Enumerate the criteria for assessing the SHG for financing loans.
- b) Explain different methods of providing loans and advances.
- c) Explain the term working capital, net working capital and gross working capital.
- d) What do you mean by bank guarantee? Explain its various types.
- e) Define letter of credit. Explain the various types of LC.

Q.4) Attempt both the questions

(Marks: 2 X 10 = 20)

- a) What is pre shipment finance? What are the key methods of pre shipment finance?
- b) Explain consortium lending. Discuss the broad guidelines of consortium lending.
