

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

Programme: PGDBFM

Examination: December 2016

Subject: Investment Decisions in Banking

Date: 10.12.2016

Semester: III

Course : New

Marks : 70

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

**Instructions:**

**1. Answers to each new question to be started on a fresh page**

**2. Figures in brackets indicate full Marks**

Q,1) Attempt any two out of 4 (Marks 2\*5=10)

- a) Explain the various types of commercial banks
- b) What are the future challenges for the commercial banks
- c) What is meant by internal rating based Approaches for credit risk?
- d) Describe the factors affecting the rate of interest

Q. 2) Write short notes on (2 out of 5) (Marks 2\*5=10)

- a) Income Structure and profit quality
- b) Cash Reserve Ratio
- c) Importance of MSME sector
- d) Import Financing
- e) Risk Minimisation Process

Q.3) Attempt any three out of 5

(Marks 3\*10=30)

- a) What are the features of post shipment finance? Describe the types of post shipment finance.
- b) What are the advantages and disadvantages of Leasing?
- c) Explain the credit rating methodology.
- d) What are the different types of bank guarantees? Explain them.
- e) Describe the OTC and exchange Traded Derivatives.

Q.4) Attempt both the questions

(Marks 2\*10=20)

- a) Explain the concept of securitisation and the motives behind securitisation.
  - b) Describe the differences between Options & Futures.
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