



PG – 651

**II Semester M.Com. Degree Examination, November/December 2023
(CBCS) (2020-21)**

COMMERCE

2.1 : Modern Indian Banking

Time : 3 Hours



Max. Marks : 70

SECTION – A

Answer any **seven** questions out of ten. Each question carries **two** marks : **(7×2=14)**

1. a) Give the meaning of MCLR rate.
- b) What do you mean by money laundering ?
- c) State any 3 objectives of BASEL III.
- d) Define ALM.
- e) What do you mean by VAR analysis ?
- f) Give the meaning of MSF rate.
- g) Mention the 4 functions of RBI.
- h) Give the meaning of Marginal Stability Scheme.
- i) What do you mean by "Willful defaulter" ?
- j) Give the meaning of Back Testing.

SECTION – B

Answer any **four** questions out of six. Each question carries **five** marks : **(4×5=20)**

2. State the RBI guidelines for SFBs.
3. What are the primary objectives of ALM and how does it help financial institutions manage risk ?
4. How does money laundering impact the global economy and financial stability ?
5. What strategies and measures can bank employ to prevent the formation of NPAs in their loan portfolios ?

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6. Explain the Basel Committee on Banking Supervision's role and significance in setting global banking standards.
7. What is the Insolvency and Bankruptcy Code (IBC) ? What are its primary objectives in the context of the Indian financial system ?

SECTION – C

Answer **any two** questions out of four. **Each** question carries **twelve** marks : **(2×12=24)**

8. Discuss the role of the Debt Recovery Tribunals (DRTs) in the enforcement of the SARFAESI Act.
9. Explain the impact of NPAs on a bank's financial health, profitability and capital adequacy.
10. How do the BASEL regulations address various aspects of banking risk, including credit risk, market risk, and operational risk ?
11. What are the advantages and disadvantages of each of these monetary policy techniques and how do central banks decide which tool to use in different economic situations ?

SECTION – D

Compulsory skill based question on subject :

(1×12=12)

12. Can you provide examples or case studies illustrating successful ALM strategies and their impact on financial institutions.
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