Register No : ______________________

THE KAVERY ENGINEERING COLLEGE

(An Autonomous Institution)

MBA DEGREE END SEMESTER THEORY EXAMINATIONS, APRIL-MAY 2025

Third Semester

Master of Business Administration

BA4003-Banking and Financial Services

Regulations - 2021

Duration: 3 Hrs ***Maximum: 100 Marks***

*PART – A (ANSWER ALL QUESTIONS) (Marks 10*2=20)*

Q.No	*Questions*	*BLT*	*CO*	*Marks*
1.	What is Cash Reserve Ration (CRR)?	L1	1	2
2.	List out the component of CAMEL.	L1	1	2
3.	Define Asset and Liability Management (ALM).	L1	2	2
4.	List out the few factors for rising NPA in banking sector.	L1	2	2
5.	What is the difference between NEFT and RTGS?	L1	3	2
6.	Recall the term Fintech.	L1	3	2
7.	What is the primary role of Non-Banking Financial Companies (NBFCs) in the Indian financial services market?	L1	4	2
8.	Find out the difference between leasing and hire purchase as financial services.	L1	4	2
9.	What is the primary objective of the Insurance Act in India?	L1	5	2
10.	Define factoring and its significance in business finance.	L1	5	2

*PART – B (ANSWER ALL QUESTIONS) (Marks 5*16= 80)*

Q.No		*Questions*	*BLT*	*CO*	*Marks*
11.	a	Interpret the key functions and responsibilities of the Reserve Bank of India (RBI) as outlined in the Reserve Bank of India Act 1934, and how does the act empower the RBI to regulate the monetary and financial system of the country?	L2	1	16
		Or			
	b	Classify the types of negotiable instruments and its key characteristics. How do these instruments facilitate commercial transactions and financial operations in modern economies?	L2	1	16

12.	a	i	Apply the strategies adopted in pricing of deposit schemes.	L3	2	8
		ii	Make use of the various financial distress prediction models used in the banking industry.	L3	2	8
			Or			
	b		Choose any two major types of risks that banks come across and how do banks manage these risks to ensure financial stability and compliance with regulatory requirements?	L3	2	16
13.	a		Summarize the evolution of digital payment systems in India over the past decade, highlighting key initiatives and their impact on financial inclusion and economic growth.	L2	3	16
			Or			
	b		Outline the major security threats faced by e-banking platforms and initiatives undertaken by the Reserve Bank of India (RBI) to enhance cyber security in the banking sector.	L2	3	16
14.	a		Organize the regulatory framework for Non-Banking Financial Companies (NBFCs) in India, focusing on the role of the Reserve Bank of India (RBI) and the key regulations that govern their operations.	L3	4	16
			Or			
	b		Select the financial evaluation process used in underwriting for mutual funds, highlighting the key factors considered and their significance in assessing the viability of investment opportunities.	L3	4	16
15.	a		Examine the role of the Insurance Regulatory and Development Authority (IRDA) in regulating the insurance sector in India, including key regulations it has implemented and their impact on insurance products and services.	L4	5	16
			Or			
	b		Examine the role of the Securities and Exchange Board of India (SEBI) in merchant banking, focusing on its regulations, the functions of merchant banks, and the significance of venture capital financing in the Indian financial landscape.	L4	5	16