

Odd Semester, 2020

(Held in March, 2021)

COMMERCE

(Honours)

(BC-505)

(Bank Management)

Marks : 75

Time : 3 hours

The figures in the margin indicate full marks for the questions

1. (a) What are the reforms undertaken in the regional rural banks' structure during the last two decades? Elaborate them. 10

- (b) What is the usefulness of SLR? 5

Or

What were the major recommendations of A. S. Ganguly Committee on corporate governance in Indian banks? Elaborate on the implementation of some of those recommendations. 5+10

2. (a) Treasury management is an integral part of financial management. Explain its importance in banks. 7½

- (b) What is the role of independent directors in Board of a commercial bank? 7½

Or

- (a) Elaborate the recruitment process presently adopted in Indian commercial banks. 10

- (b) What is the importance of training for a bank employee? 5

3. (a) Out of all deposits, which one is most costly and which one is least costly? How does a bank treat these two sources? 10

- (b) What does CAR indicate? 5

Or

- (a) What is CASA ratio? How is it important to bank? 10

- (b) Write a note on preference share capital as a source of fund. 5

4. What are the recent measures taken to reduce the level of NPAs in Indian banks? Give a detailed account. 15

(3)

Or

- (a) How does the trade-off between liquidity and profitability impact investment decision of a bank? 10
- (b) Write a short note on gold loan. 5

5. (a) What are the sources of operational risk? How does a bank manage operational risk? 10
- (b) What is default risk? 5

Or

- (a) Write about the usefulness of 'value at risk' as a measurement tool of market risk. 10
- (b) How does interest rate change impact risk? 5

★ ★ ★