



*EASWARI ENGINEERING COLLEGE*  
*DEPARTMENT OF MANAGEMENT STUDIES*



**BA 7026 BANKING AND FINANCIAL SERVICE MANAGEMENT**

**Question Bank**

**PART A**

1. Define a Bank
2. Define banking as per Banking regulations act of India, 1949
3. How interest rate is calculated in India after April 2010
4. Differentiate commercial bank and NBFCs
5. What are public and private sector banks
6. What are the characteristics of a bank?
7. List out the primary and secondary functions of a bank
8. List out the acts that govern the functions of a bank.
9. What are the major functions of RBI
10. What are the main objectives of Negotiable instruments act?
11. Differentiate cheques and demand draft.
12. List out the important characteristics of financial statements of a bank.
13. How to calculate capital adequacy ratio?
14. What are the uses of capital adequacy ratio?
15. List out the deposit sources of funds to a bank
16. What are the non deposit sources of funds to a bank
17. Under what criteria, a bank can invest its funds?
18. What are different types of lending?
19. Differentiate fund based lending and asset based lending
20. Differentiate non fund based lending and non fund based lending
21. What are the major components of loan policy document?
22. List out different methods of pricing of loans.

23. Enumerate the need for credit monitoring
24. Define financial sickness
25. What are the applications of Z Score.
26. List out the financial distress prediction models
27. Define interest rate risk
28. What is liquidity risk?
29. Differentiate exchange risk and market risk
30. Differentiate operational risk and solvency risk,
31. Elaborate the importance of credit risk to a banker.
32. Define Non Performing Asset.
33. What are the importance of Mergers and Acquisition to a banker
34. Define underwriting
35. Explain the concept of Mutual funds
36. Define NAV.
37. What are the functions of AMCs in Mutual Fund?
38. What are the risks associated with the Mutual Funds?
39. What is the need for insurance?
40. What are the classifications of Insurance?
41. Explain the performance of insurance business in India
42. What are the different models that are used in performance analysis of bank?
43. What is CAMELS ratio?
44. Explain about AMFI and its functions.
45. What are the responsibilities of IRDA?
46. Explain the payment and settlement system of Indian Banks.
47. Differentiate paper based payments and e payments
48. What are the advantages of electronic banking
49. Differentiate debit and credit card
50. List out the advancement technologies after introducing e commerce in India?
51. Differentiate RTGS and NEFT

52. How cash demands in ATM were forecasted?
53. What are security threats in electronic banking
54. What are the disadvantages of cyber crime?
55. Explain the adversities of phishing.

## **PART B**

1. Give a detailed report on Indian Banking System and its importance to Indian economy.
2. Explain in detail the primary and secondary functions of a bank
3. Briefly describe various acts that govern the functioning of Indian banking system.
4. Enumerate the importance RBI Act 1934.
5. What are the rights and obligations of a banker?
6. Highlight the importance of Negotiable instruments act, 1881.
7. Explain in detail about banking regulations Act, 1948
8. Explain about financial statement of banks and the GAAP in bank reporting system.
9. Enumerate the importance of Capital Adequacy ratio and explain how banks are calculating capital adequacy ratio with example.
10. What are the deposit and non deposit sources of funds to a bank?
11. How a bank can invest its funds based on its rights and obligations?
12. What are the criteria for lending in the perspective of a bank?
13. Explain in detail about fund based lending and non fund based lending
14. What are the different types of loans and their features?
15. Explain in detail about the loan policy document.
16. What are the steps involved in credit analysis?
17. What are the different methods of pricing of loans?
18. What is the need for a bank to do credit monitoring?
19. What are the signals a bank gets from its borrowers for proper credit monitoring?
20. Explain financial sickness in detail
21. What are the different methods of financial distress prediction?
22. How a banker is obliged to do rehabilitation process for a sick unit?

23. Define risk and different types of risk a banker will face in due course of his business.
24. How banks are managing different types of risk associated with them?
25. Explain in detail about the importance of Non performing Assets and how it affects the bank.
26. What are the considerations while merging a bank with another bank?
27. What are the deciding factors before acquiring a bank and how banks are valued?
28. Explain in detail about the concepts of underwriting.
29. Explain about Mutual funds and its evolution in India.
30. Explain about IRDA and its roles and responsibilities towards governing insurance business in India.
31. Explain the risks associated with Mutual Funds and Insurance industry.
32. How to analyze the performance of a bank?
33. What is E banking and what are the advantages of E Banking
34. Elaborate the basic difference between paper based payments and e payments
35. What are the advantages and disadvantages of e banking?
36. Explain in detail about plastic money and its advantages over bank notes.
37. Electronic money transfer overcame the issues of Paper based money transfer. Discuss
38. What are the different methods of forecasting Demand in ATMs?
39. What are the main security threats in electronic banking? and elaborate about ethical hacking.
40. Explain in detail about the role of RBI in eliminating the security threats in electronic banking.