

Dr. Babasaheb Ambedkar Open University

Term End Examination January-2015

Course	: APGDIB	Numerical Code:
Subject Code	: APGDIB – 205	Numerical Codes:
Subject	: Management Information System	Total Marks : 70
Date	: 24/01/2015	Time : 03.00 to 06.00

Section A (30)**Answer the following (any three)**

1. Write short note on Management Information system. (MIS)
2. What are the characteristic of MIS.
3. Explain the function of MIS.
4. Explain the modules of MIS.
5. Write a short note on Secondary Storage Devices.

Section B (20)**Answer the following (any four)**

1. Write difference between MIS v/s Data Processing.
2. Write a short note on open and closed loop system.
3. Explain the concept of IRM (Information Resources Management) with features
4. Explain the sources of information.
5. Explain the main characteristic of Information.
6. Explain Enterprise Management System.

Section C**(A) Choose correct answer. (10)**

1. _____ is not a component of input Transaction documents.
a) Customer order b) order acceptance c) delivery note d) supplier order
2. _____ is a system deals with the planning and use of resources used in the business.
a) ERP b) DBMS c) TPS
3. _____ is compact disc whose data were reordered by the operator and cannot be changed.
a) CD-ROM b) CPU c) Chip d) Server
4. _____ flat piece of silicon in which electronic circuitry is integrated.
a) CD-ROM b) CPU c) Chip d) Server
5. _____ Software that enables an OS to control devices.
a) Data store b) Driver c) Data mining d) file

(B) Answer below question True or False. (10)

1. A transaction processing system is a computerized system that performs and records the daily routine transactions necessary to conduct business.
2. Management information systems typically support no routine decision making.
3. The data already exists, but needs processing to achieve certain results is called Data processing system.
4. Financial Management Function has a primary objective of meeting the financial needs of the business.
5. The cost of running a business decrease, when the business does not progress on planned basis.

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Term End Examination January-2015

Course	: APGDIB	Numerical Code:
Subject Code	: APGDIB – 206	Numerical Codes:
Subject	: Merchant Banking and Financial Services	
		Total Marks : 70
Date	: 25/01/2015	Time : 03.00 to 06.00

Section A (30)

Answer the following (any three)

1. Discuss the various natures of services provided by Merchant Banks in India.
2. What is Debenture Issue? What are the legal requirements for this?
3. What is credit rating? Discuss the benefits of credit rating to companies.
4. What is leasing? Discuss the types of Leases.
5. What is securitization? Discuss the various forms of securitization.

Section B (20)

Answer the following (any four)

1. What is call money?
2. What is Repos?
3. What is service Marketing Mix?
4. Briefly discuss the concept of e-Chou pals.
5. What do you understand by “Conservative Investor”?
6. Write a note on key ideas in Behavioural Finance.

Section C

(A) Choose correct answer. (10)

- 1 Which of the following entity is involved in regulating the financial sector?
a) PFRDA B) SEBI C) IRDA D) IRDA
- 2 As per law the issue price of a share cannot be:
a) Less than the par value
b) Less than the issue price of any preceding public offer.
c) More than twenty times the average P/E multiple for the past three years.
d) More than 20 times the book value
- 3 Issue expenses are the least in the case of:
a) Public issue of equity b) Public issue of debentures
c) Rights issue d) Private placement
- 4 Sum of the years digits method is commonly employed to
a) allocate interest in a hire purchase arrangement
b) allocate interest in an operating lease
c) allocate interest in finance lease
d fixing lease installments
- 5 An equipment lease transaction is regarded as a contract of:
a) Pledge b) Hypothecation c) Bailment d) Assignment

(B) True/False

(10)

1. Investment banks are allowed to do merchant banking business.
 2. If a company's project has not been appraised by financial institutions or scheduled commercial banks, it is not eligible for an IPO.
 3. QIBs should be looking as an anchor investor among others.
 4. Retail investors can change their bids during the bidding process in French auction.
 5. As far as a finance lease is concerned, there is congruence between the tax treatments.
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Term End Examination January-2015

Course	: APGDIB	Numerical Code:
Subject Code	: APGDIB - 207	Numerical Code:
Subject	: Strategic credit Management	Total Marks : 70
Date	: 27/01/2015	Time : 03.00 to 06.00

Section A (30)**Answer the following (any three)**

1. Discuss principles of sound handling in detail.
2. Discuss topics to be considered for financial statement.
3. Discuss guidelines for issue of commercial paper in detail.
4. What is Non-performing asset? Explain diff types or class of Non – performing asset in detail with example.
5. Discuss guidelines for recovery of Agriculture Advances
6. Discuss merits and demerits of advances against goods Also state the precautionary steps to be taken by the bailer for share.

Section B (20)**Answer the following (any four)**

1. Common Credit Problems.
2. Cash Reserve Ratio
3. Advantages of fund flow statement
4. Bill Redisposing scheme of IDBI
5. Dairy Farming
6. Capital Adequacy Ratio of commercial Banks.

Section C**(A) Choose correct answer. (10)**

- 1 Working Capital finance is always given _____
a) Correct Assets b) Correct Liability c) only d) none of above
- 2 Unsecured loans are _____
a) Very useful to money lenders b) very dangerous for money lenders.
c) Banned by Reserve bank of India d) none of us.
- 3 Sectorial flow of credit means _____
a) flow of credit in entire economy b) flow of credit in one specific
c) flow of credit generated by one back sector d) none of above
- 4 Which of the following is not insured in principles of good lending
a) safety b) liquidity c) Serenity d) none of above
- 5 Recovery of advances is _____
a) for – advance function b) Post-advance function
c) Top managerial d) All of above
- 6 Credit Information provides information about
a) character of borrower b) capacity of borrower
c) Profitability of the business of borrower d) all of above
- 7 Style of credit includes.
a) cash credit system b) overdrafts c) loan system d) all of above

- 8 Under any asset is against which finance is given is _____
 a) under possession of borrower b) under possession of banker
 c) under possession of RBI d) none of above
- 9 In case of finance one should consider _____
 a) market price b) surrender value c) face value d) All of above
- 10 Horticulture finance includes finance for
 a) growing orchards of mango, orange b) Growing flowers
 c) Growing food grain d) all of above

(B) True/False

(10)

1. Foreign banks never face problem of Non-performing Assets.
 2. NABARD Provide finance to rural artist, craftsman & other Angeline
 3. Traders can get finance against book part executor's debtors.
 4. Only state bank of India controls the flow of money in country.
 5. Pimples of good lending invalids safety, &
 6. Various ratios of financial statement are useless for examinee card
 7. Bank provides all unsecured loans to borrower irrespective of client
 8. In consortium Advances two or more bankers jointly provides finance to one company
 9. Credit Agencies are not useful to bankers for credit life to the borrowed.
 10. There is no difference working capital financial and term loan finance.
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Term End Examination January-2015

Course	: APGDIB	Numerical Code:
Subject Code	: APGDIB - 208	Numerical Code:
Subject	: Legal Aspects of Banking	Total Marks : 70
Date	: 28/01/2015	Time : 03.00 to 06.00

Section A (30)**Answer the following (any three)**

1. Discuss Banking buds man – as redressed
2. Discuss provisions of maintain of liquid assets in bank.
3. Discuss any four duties of collecting bank.
4. What is charge? Give names of different types of charges Discuss procedure for registration of charge and also state effect of non-registered.
5. Discuss Arbitration and Procedure in detail.
6. Discuss various ways of discharging smiley

Section B (20)**Answer the following (any four)**

1. Appointment of additional director in bank.
2. Any ten permitted business of bank
3. Advantages of pledge
4. Mon-fund base credit felicity
5. Registration of Coue pay
6. Penalties under Banking Reglan act.

Section C**(A) Choose correct answer. (10)**

- 1 Correlation of license for any balk can be done by
a) RBI b) SBI c) BOI d) IOB
- 2 Bingeing Regulating Act was passed in _____
a) 1954 b) 1949 c) 1952 d) 1947
- 3 Additional director appointed by RBI _____
a) does not require any quail filching shares .
b) does require quail filching shares.
c) requires of president of India
d) none of above
- 4 The objective of baling ombudsman is resolve disputes beaten.
a) Black to Reserve Banker b) black to customer
c) Black to carted govern d) none of above
- 5 Board for financial supervision has over _____
a) Banking cooperies b) nationalized balks c) state bales d) all of above
- 6 Payment is d course meatus
a) payment in accorded hath time mamboed in the intercut
b) Payment in cash
c) Payment in 20 days from the black of presentment
d) none of above

- 7 In case of _____ as borrower bank has to examine
 - a) Memoranda of association b) Articles of Association
 - c) Certificate of _____ d) All of above
- 8 Term loan is an advance made for
 - a) 1-2 year b) 3-5 year c) 10-15 year d) 20-25 year
- 9 Monthly statement should show assets & liabilities at the close of business on last _____
 - a) Monday b) Tuesday c) Friday d) Saturday
- 10 Interest rates on deposits are regulated by
 - a) RBI b) SBI c) BOI d) none

(B) True/False

(10)

1. Equitable mortgage requires stamp duty.
 2. Co-op banks follow RBI guidelines.
 3. In case of pledge security is required to be kept back.
 4. The objective of SARFAESI Act is to provide better financial.
 5. Arbitration & _____ is separate method of finance.
 6. Repayment period in mortgages is 12 years.
 7. Bank cannot Termini act overdraft facility.
 8. Bank should refuse to collect the cheque _____ is crossed to other banks.
 9. Consumers should _____ a complaint within one _____ from the date of purchase.
 10. Contract of agency does not require consideration.
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Term End Examination January-2015

Course	: APGDIB	Numerical Code:
Subject Code	: APGDIB - 209	Numerical Code:
Subject	: Treasury and Risk Management	Total Marks : 70
Date	: 29/01/2015	Time : 03.00 to 06.00

Section A (30)**Answer the following (any three)**

1. Jet Airways requires 2,000,000 barrels of aviation fuel every month. Since the price of aviation fuel depends on the price of crude oil, Jet Airways faces price risk. At the beginning of each month, Jet Airways goes for a long hedge in crude oil futures contract for 2,000,000 barrels, with expiry by the end of that month.
 1. What is meant by a long hedge?
 2. What is the purpose of the long hedge undertaken by Jet Airways?
 3. Would Jet Airways be able to completely eliminate the price risk of aviation fuel? Explain.
2. Jet Airways requires 2,000,000 barrels of aviation fuel every month, assume that the standard deviation of the crude oil futures is USD 2.5 and the standard deviation of aviation oil price is USD 3.2 The correlation coefficient between crude oil futures price and aviation oil price is 0.96.
 - i Calculate the optimal hedge ratio. Explain what Jet Airways needs to do to hedge the price risk.
 - ii What is the hedging effectiveness of this hedge undertaken by Jet Airways on the basis of the optimal hedge ratio?
 - iii If the size of a crude oil futures contract is 100 barrels, calculate the number of contracts that Jet Airways should enter into.
3. What is Risk? Briefly discuss the classification of Risk.
4. Discuss the salient features of RBI Guidelines on IRS.
5. How to monitor and review Risk Management Process.

Section B (20)**Answer the following (any four)**

1. Briefly discuss the role of CFO.
2. List out the money market players and their roles
3. What is Inflation risk?
4. What is YTM?
5. What are Derivatives?
6. What is a corporate risk attitude?

Section C**(A) Choose correct answer. (10)**

- 1 A long hedge should be taken by a person who
 - a) Wants to buy the underlying asset in the future.
 - b) Wants to sell the underlying asset in the future.
 - c) Wants to Lease the underlying asset in the future
 - d) none of the above

- 2 The settlement of futures contracts may be done by.
a) Closing out open positions. b) Physical delivery.
c) Cash settlement d) All of the above
- 3 All the exchanges, which deal with forward contracts, are required to obtain certificate of registration from the
a) Government of India b) Forward Markets Commission (FMC)
c) Commodity exchanges d) Commodity board of trading
- 4 Which of the following feature differentiates a commodity futures contract from a financial futures contract?
a) Exchange traded product b) Standardized contract size
c) MTM settlement d) Varying quality of underlying asset
- 5 The model is used for pricing futures contracts.
a) Black & Scholes b) Cost of carry c) Miller d) Time value

(B) True/False

(10)

1. Index futures are always settled by physical delivery.
 2. Premium of the option is the price receivable by buyer of the option.
 3. A short hedge is appropriate when the hedger already own assets.
 4. Forwards are settled daily on mark to market basis.
 5. Hedgers take the position in to the marker and hope to make profit from price fluctuations.
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