Name:

Enrolment No:



UNIVERSITY OF PETROLEUM AND ENERGY STUDIES

Online End Semester Examination, December 2020

Course: Banking Services and Operations

Program: B Com BMI

Time 03 hrs.

Course Code: FINC 2026 Max. Marks: 100

SECTION A

- 1. Each Question will carry 5 Marks
- 2. Instruction: Complete the statement / Select the correct answer(s)

S. No.	Question	CO
Q 1	When a guarantee is invoked who is primarily responsible to honour? (a) the beneficiary (b) the guarantor (c) the applicant (d) the guarantor and the applicant	CO3
Q2	Mention the Non-based credit facilities provided by the bank.	CO4
Q3	Equity oriented mutual funds: a. Assure income b. Assure growth c. Invest in debentures d. Invest in shares	CO3
Q4	The NAV of a mutual fund: a. Is always constant b. Keeps going up at a steady rate c. Fluctuates with market price movements d. Cannot go down at all	CO3
Q5	The AMFI code of ethics does not cover the following prescriptions a. Adequate disclosures should be made to the investors b. Funds should be managed in accordance with stated investment objectives c. Conflict of interest should be avoided in dealings with directors or employees d. Each investment decision should be approved by investors	CO2
Q6	The money market instrument is: a. bond b. debenture c. stock certificate d. certificate of deposit.	CO2

SECTION B

- 1. Each question will carry 10 marks
- 2. Instruction: Write short / brief notes

	Attempt any Five	
Q 7	"The Reserve Bank of India is the Central Bank of the country, entrusted with the responsibility of monetary stability, the management of currency and the supervision of financial as well as the payments system". Discuss this statement highlighting the function of RBI.	CO1
Q 8	"Monetary and Credit Policy is the policy statement, traditionally announced twice a year, through which the Reserve Bank of India seeks to ensure price stability for the economy". Discuss this statement and explain the techniques used to control flow of money in economy.	CO1
Q 9	"The prime aim of SIDBI is to support MSMEs by providing them the valuable factor of production finance". Discuss this statement and explain the role of Small Industries Development Bank of India.	CO2

Q 10	"Mutual fund is an investment option which pools savings of a large number of investors". Discuss this statement and elaborate the role of AMFI in Mutual fund market.	CO3			
Q 11	"Banks should be careful, while granting fund based and non-fund based credit facilities to various customers". Discuss the steps taken by banker to assess the creditworthiness of the borrower.	CO2			
Q12	"A strong banking system is an indicator for the economic development of any nation. Banks are important segment in Indian Financial System". Discuss this statement and explain the functions of commercial banks in India.	CO2			
	Section C				
2.	Each Question carries 20 Marks. Instruction: Write long answer. Attempt any one				
Q13	"Mutual funds address differential expectations between investors within a scheme, by offering various options, such as dividend payout option, dividend reinvestment option and growth option". Discuss this statement and Classify Mutual Funds in India	CO2			
	Or				
	"Venture capital is an attractive financing option for new companies with limited resources and past historical performance information to raise capital through stock markets and unable to secure a bank loan through financial institutions". Discuss this statement and the stages of financing Venture Capital and source of financing.				