

AU-1605

**M.B.A. (Semester—III) Examination**

**BANKING SYSTEM**

**Paper—MBA/3102/F**

Time : Three Hours]

[Maximum Marks : 70

**N.B. :—** (1) Solve **ALL** questions.

(2) Figures to the right indicate marks.

**SECTION—A**

1. (a) Explain the objectives, constitution and working of the Reserve Bank of India. 14

**OR**

- (b) What is agricultural credit ? Explain the guidelines issued by RBI for agricultural credit. 14

**SECTION—B**

2. (a) "The relationship between a banker and a customer is primarily that of a debtor and creditor". Discuss. 7

- (b) What is the bank credit culture ? Discuss the objective and types of sound credit culture. 7

**OR**

- (c) Explain the role of commercial bank in the economic development of country. 7  
(d) Shakti Bank entered into bad reputation due to problem of debt recovery which invited wrath of RBI. Suggest the remedial measures for sustenance of bank into competitive banking market. 7

3. (a) Explain the concept of Banking in New Millennium. 7  
(b) Banking sector has played a vital role in fulfilling the need of the growing and increasing diverse economy, offering high quality services to business and individuals. Discuss. 7

**OR**

- (c) Explain the nature and scope of Merchant Banking. 7  
(d) Shantanu wants to prosecute Post Graduation study after his graduation in B.Sc. through educational loan. Suggest him the procedure of education loan and also suggest available choice of suitable financial institute. 7

**SECTION—C**

4. (a) "Financial intermediaries have to perform the task of financial innovation to meet the dynamically changing needs of the economy." Discuss the above statement in the light of the various innovative products introduced in recent times in the financial service sector. 7
- (b) Trace out the recent trend of Commercial Banks in providing loans and advances. 7

**OR**

- (c) What is Innovative Banking ? Discuss the innovations made by Commercial Banks in the field of deposit mobilisation as well as in the field of loan and advances. 7
- (d) Discuss briefly some of the innovative financial instruments introduced in recent times in the financial service sector. 7

**SECTION—D**

5. Asis bank faces the problem of N.P.A.'s. N.P.A.'s has become major issues for Indian banking sector. Reserve Bank of India announced very strict measures regarding the alarming N.P.A. The Finance Minister also directed the bank to minimise it. There are certain regulations enacted to reduce the N.P.A. Now a days CIBIL is the new criterion adopted by the bank and various N.B.C.I.'s. still the situation is not improving. The various research study shows that it is a Social problem. Problem of N.P.A.'s. Asis Bank faces the loss.

**Questions :—**

- (a) What kind of measures to be taken by the Asis Bank to avoid the possibilities of N.P.A. ? 3
- (b) As a policy maker you are asked to suggest certain solution to the problem of N.P.A. 7
- (c) As an expert tell how to concrete the present Rules and Regulations of N.P.A. ? 4