

Roll No.

56058

**MBA 2 Year (3rd Semester)
(New Scheme) Batch 2011-2013**

Examination – December, 2013

MULTINATIONAL BANKING

Paper : MBA-319

Time : Three Hours]

[M.M. : 80

Before answering the question, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard, will be entertained after examination.

Note : Attempt *four* questions from Section **B** by selecting *one* question from each Unit. Section **A** is *compulsory*.

1. Explain the following terms :
 - (a) Interest rate hedging
 - (b) Assets-based financing
 - (c) Market risk
 - (d) Tier II Capital
 - (e) CAMEL rating

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- (f) Duration gap management
- (g) Euro (currency)
- (h) Funds management efficiency

SECTION-B

UNIT-I

2. How have banking and the financial services market changed in recent years ? What powerful forces are shaping financial markets and institution day ?
3. Do branch banks seems to perform differently than unit banks ? In what way ? Can you explain any differences ?

UNIT-II

4. Explain briefly different types of risks associated with international banking. How country risk is managed ?
5. What is the Glass-Steagall Act and why was it important in banking history ?

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UNIT-III

6. What are the advantages of using duration as an asset-liability management tool as opposed to interest sensitive gap analysis ?
7. What aspects of a business firm's financial statement do loan officer and credit analysis examine carefully ?

UNIT-IV

8. What are the principal money market instruments available to multinational banks ? What are their important characteristics ?
9. Discuss merits and demerits of international banking mergers and acquisitions.