

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 ?

### 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.