

<b>Name:</b>	
<b>Enrolment No:</b>	

**UNIVERSITY OF PETROLEUM AND ENERGY STUDIES**  
**End Semester Examination, Dec, 2020 (ONLINE MODE)**

**Course: MBA**  
**Program: IB**  
**Course Code: INTB 8007**

**Semester: III**  
**Time : 3 Hours**  
**Max. Marks: 100**

**Instructions:** Attempt All Questions. **Section A** (each carrying 5 marks); **Section B** (each carrying 10 marks). **Section C** (carrying 20 marks)

**SECTION A**

S. No.	True or False	Marks	CO
Q1	Generally revolving credit has lower interest rate than a term loan	5	1
Q2	Lower repo rates can lead to rise in inflation	5	1
Q3	Mutual funds are subject to market risk	5	1
Q4	A foreign citizen can open a DMAT account India	5	1
Q5	Debt ratio is not a significant criteria for lending credit by financial institutions	5	1
Q6	Inflation rates do not affect the interest rates for fixed deposits in a bank	5	1

**SECTION B**

S. No.		Marks	CO
--------	--	-------	----

Q1	Elaborate the importance of Cross Selling in Wealth Management.	10	2
Q2	Explain various classifications of Mutual funds.	10	2
Q3	Explain the importance of KYC in lending credit	10	3
Q4	<p>“Out of pocket expenditure on health in India is as high as 64%, whereas in developed countries, this figure is less than 20%. At present, health insurance is as low as 0.29% of GDP. Ayushman Bharat has provided health insurance to the households below the poverty line. But, the middle class remains largely uncovered.” – Timesofindia.com</p> <p>Comment on the scope of insurance sector in India</p>	10	3
Q5	How does a change in Interest and Inflation rate affect the Financial Sector?	10	4
<b>SECTION C</b>			
S. No.		<b>Marks</b>	<b>CO</b>
Q1	<p>The banking sector’s non-performing assets (NPAs) will shoot up to 10-11% of gross loans as on March 31, 2022, from 8% on June 30, 2020, ratings firm S&amp;P Global said in a report on Tuesday. The firm further said that collection rates, which improved sharply in the second quarter to an average 95%, may not be sustainable. “S&amp;P Global Ratings believes forbearance is masking problem assets arising from Covid-19. With loan repayment moratoriums having ended on August 31, 2020, we expect to see a jump in NPLs for the full year ending next March,” - Financial Express</p> <p>Comment on the recent problems surrounding Indian banking sector. How can the central bank play a role in mitigating risks?</p>	20	4