

School of Business

Department of Business
Mid Term Examination

Exam Date: 29 Sep 2023

Time : 90 Minutes

Marks : 50

Sem V - D1UE502T - Risk Management in BFSI

Your answer should be specific to the question asked

Draw neat labeled diagrams wherever necessary

- 1) Classify the challenges of managing liquidity risk in the banking industry. K2 (2)
- 2) Explain the two main components of capital under BASEL - I. K1 (3)
- 3) Demonstrate the risk management in the context of banking and financial markets. Highlight the key objectives of risk management for financial institutions? K2 (4)
- 4) Interpret the technologies and data analytics be utilized to enhance credit risk management processes. K2 (6)
- 5) Identify the points which assess the creditworthiness of SMEs effectively? Discuss the key factors and financial indicators that should be considered in the credit assessment process. K3 (6)
- 6) Innumerate the key elements of measuring and managing liquidity risk is the ability to identify the warning signs of a liquidity crisis. K3 (9)
- 7) Describe the importance of stress testing for SME lending portfolios and how it helps identify potential vulnerabilities. K4 (8)
- 8) Analyze the limitations of BASEL - I in ensuring financial stability and mitigating systemic risks. K4 (12)

OR

Examine the potential risks associated with asset securitization. K4 (12)