PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BVoc DEGREE EXAMINATION MAY 2024
(Sixth Semester)

Branch – **BANKING, STOCK AND INSURANCE**

RISK MANAGEMENT

Time: Three Hours   Maximum: 50 Marks

SECTION-A (5 Marks)
Answer **ALL** questions
ALL questions carry **EQUAL** marks   (5 x 1 = 5)

1   Identification of risk involves _____.
   (i)   Looking at risk from distance.   (ii) Trying to understand the impact
   (iii) Avoiding risk   (iv) Figuring out the events

2   The change in risk management culture is characteristic by the following_____.
   (i)   Risk Being Absent   (ii) Risk becoming insignificant
   (iii) Substitution of concept   (iv) Risk being avoided

3   What among the both is the source and measure of risk?
   (i)   Yield Curve   (ii) Duration
   (iii) Convexity   (iv) Gap

4   A risk cannot be transferred but can be _____.
   (i)   Eliminated   (ii) Absorbed
   (iii) Shared   (iv) Ignored

5   Risk management committee monitors _____.
   (i)   Market risk   (ii) Credit Risk
   (iii) Operational Risk   (iv) Committee Risk

SECTION - B (15 Marks)
Answer **ALL** Questions
ALL Questions Carry **EQUAL** Marks   (5 x 3 = 15)

6   a   What is the Importance of Risk Management?
                  OR
    b   What is Risk Analysis Process?

7   a   Explain Operational risk?
                  OR
    b   Explain the type of Types of Credit Risk.

8   a   Enumerate Credit Risk Measurement.
                  OR
    b   Discuss Interest Rate Risk.

9   a   State Value at risk.
                  OR
    b   Discuss catastrophic modelling.

10 a   Discuss Risk management tools and techniques.
                  OR
    b   What is Risk Reduction?

SECTION -C (30 Marks)
Answer ALL questions
ALL questions carry EQUAL Marks   (5 x 6 = 30)

11 a   Enumerate Framework Architecture involved in risk management.
                              OR
    b   Explain the changing scenario of risk management.

12 a   Discuss at least eight types of risks in the marketplace.
                              OR
    b   Explain any two credit rating institutions.

13 a   How to Measure Market Risk?
                              OR
    b   Explain the BASEL Norms and its specifications.

14 a   What are the Catastrophes/ Perils of risk management?
                              OR
    b   Explain the types of derivatives.

15 a   Discuss the personal risk management.
                              OR
    b   Explain the Risk financing.

Z-Z-Z   END