

THE INSTITUTE OF BANKERS PAKISTAN

ISQ Examination (Winter-2011)

Introduction to Financial Systems & Banking Regulations - Stage-I

Section-I

Multiple Choice Questions

Number of Questions: 30

Marks: 45

Allotted Time: 60 minutes

Section-II

Constructed Response Questions

Number of Questions: 09

Marks: 55

Allotted Time: 120 minutes

- Q.31 A) What are Non-performing Loans?
- Q.31 B) How do they affect Bank's profitability?
- Q.32 A) What is the purpose of KIBOR?
- Q.32 B) Explain its significance for banks?
- Q.33 Mention any FIVE reforms that have been introduced by SECP for improving the governance of listed companies?
- Q.34 Describe the factors that lead to Shallow finance.
- Q.35 Highlight any THREE key features of Banking Sector Reforms as outlined by SBP and state their importance in the banking sector.

Q.36 Mention any FIVE key responsibilities and functions of State Bank of Pakistan as the Regulator of financial institutions in Pakistan?

Q.37 Describe any FIVE of the following money market instruments?

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| A. Treasury Bills | E. PIBs |
| B. Certificates of Deposits | F. Bankers' Acceptances |
| C. Eurodollars | G. Repos and Reverse Repos |
| D. Call Money Market | H. Term Finance Certificate |

Q.38 Discuss strategies to mitigate risks associated with mutual funds.

Q.39 Discuss the role of the regulatory framework with respect to operations of credit rating agencies.
