

Tilak Maharashtra University
Master of Business Administration (Distance)
(Semester - IV) - Internal Evaluation (Finance)
Risk Management

Marks : 80

Code : MDF 402

Note:

- ❖ The Paper Consist of two sections I& II
 - ❖ Attempt any three questions from Section I
 - ❖ Section II is Compulsory
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Section I

- Q. No.1 (a) What is the importance of Risk-Management? Explain it with reference to the Concept of risk, definition of risk, uncertainty and type of risk. 15 Marks
- Or
- (b) State and explain the Type of risks, classes of risk and categories of risk?
- Q.No.2 (a) What is risk perception? Explain the terms risk taker and risk averter? 15 Marks
- Or
- (b) Define the term Risk Engineering and explain how it could be applied to managing the risk?
- Q.No.3 (a) State the various approaches used in risk management and briefly explain each of them? 15 Marks
- Or
- (b) State the steps in the process of risk management? State what types of risks are involved in an Enterprise or a Bank. How is risk analyzed?
- Q.No.4 (a) Writ short notes on (Any three) 15 Marks
- i) Integrated Risk Management
 - ii) Guidelines for Risk Engineering
 - iii) Corporate Risk Management
 - iv) Risk Monitoring and Control
 - v) Limitations of risk management
- Or
- (b) State and explain the methods of managing foreign exchange exposure?

Section-II

Q.No.5 (a) Case Study:

Mercedez Benz is a well known automobile company in the corporate sector business producing luxurious cars with total computerized controls. It is fascinated in launching expansion of its products in the south East Asian market by setting its own manufacturing and marketing operations there. While making an entry into unknown markets the company wants to secure against the risks involved in the business. Plans have been drawn to earn foreign exchange by making collaboration with a foreign partner. The company wants to receive proposals of risk managements from the consultants in the field. State the probable risks involved in such business and the line of managing them.

25 Marks

Q.No.6 What is Hedging? Explain it with particular reference to futures contract and options contract.

10 Marks