

Exam: Code : 110103

Subject Code: 2689

**Bachelor of Vocation (Banking and Financial Services)
3rd Semester**

OPERATIONAL RISK MANAGEMENT

Paper—BVC-304

Time Allowed—3 Hours]

[Maximum Marks—50

SECTION—A

Note :— Attempt any **TEN** questions out of the following **TWELVE** questions. Each question carries **1** mark.

1. Explain :—

- (i) Benefits of operational risk.
- (ii) Time critical.
- (iii) Risk assessment.
- (iv) Any five challenges in managing operational risk.
- (v) Components of operational risk.
- (vi) Risk mapping.
- (vii) Self risk assessment.
- (viii) Significance of business line identification.
- (ix) How can operational risk be monitored ?
- (x) Risk identification.
- (xi) Strategic approach of operational risk management.
- (xii) How can operational risk management be accomplished successfully ?

SECTION—B

Note :— Attempt any **TWO** questions out of the following **FOUR** given questions. Each question carries **10** marks.

2. Define Operational Risk. Discuss its causes.
3. Write a detailed note on BASEL recommendations on operational risk.
4. Explain RBI guidelines for managing operational risk.
5. Explain the approaches available for measuring operational risk.

SECTION—C

Note :— Attempt any **TWO** questions out of the following **FOUR** given questions. Each question carries **10** marks.

6. Explain the organizational chart for operational risk management. Also explain the key responsibilities of Board of Directors and Senior Management.
7. Highlight policy requirements for risk management.
8. What are objectives of operational risk policy ? Discuss its contents.
9. Discuss the advance approaches of measuring risk. How can it be mitigated ?