



Q.1. Give short answers of the following:

(10x3=30)

1. What is bank credit?
2. What is credit information?
3. What are collateral securities?
4. What is appraisal of credit proposal?
5. What is capital budgeting?
6. What is rating?
7. What is ~~the third party guarantee?~~
8. What is defining default premium?
9. What is a financial statement?
10. What is home mortgage loan?

Q.2. Answers the following questions.

(3x10=30)

1. Define the credit and explain in detail the role of credit in an economy?
2. Explain the different risks a lender faces while extending different type of credit?
3. Define the credit management and Explain the role and function of credit department?