

January 2016

Master of Business Administration (MBA) Examination

III Semester

Bank and Insurance Management

Time : 3 Hours]

[Max. Marks : 80

Note : Attempt any four questions from Section A. Each question carry equal marks. Section B is compulsory.

Section A

1. Classify the financial risk and discuss how these are managed and compensate with insurance.
2. Discuss the basic and pure life insurance products with their limitations.
3. What are the contents of and classification of assets and liabilities of a general insurance company? Discuss in brief the components.
4. Discuss the process and procedure of payment of a laps policy. What are the measures to be taken while payment of a life insurance policy?
5. Discuss the role of co-operative banks in banking services. Discuss the structure and significance of co-operative banks.
6. Write short notes on :
 - (a) Assets Liabilities Managements (ALM)
 - (b) Development of Banks in Indian Financial Market.
 - (c) CRR and CAR.

Section B

7. Here is the balance sheet of M/s Gayatri Plastics Limited as on 31-3-2002

	Rs.		Rs.
Equity Share Capital	1,00,000	Cash in hand	2,000
Cash at Bank	10,000	Bills receivable	30,000
6% Preferential		Investments	20,000
Share Capital	1,00,000	Debtors	70,000
7% Debenture	40,000	Stocks	40,000
8% Public Debt	20,000	Furniture	30,000
Bank Overdraft	40,000	Machinery	1,00,000
Creditors	60,000	Land and Building	2,20,000
Outstanding Creditors	7,000	Goodwill	35,000

Proposed Dividend	10,000	Preliminary Expenses	10,000
Reserves	1,50,000		
Provision for Taxes	20,000		
Profit and Loss A/D	20,000		
	<u>5,67,000</u>		<u>5,67,000</u>

From the above given information :

- (a) Calculate Net Worth and Working Capital of the organisation.
- (b) What credit to be provided to the organisation on the basis of :
 - (i) Net Wroth
 - (ii) Working Capital Fund.
- (c) Profit and Loss A/c includes Rs. 8,000 as Carried Forwarded Balance. Take your assumption where required and mention clearly for to support your answer.

□□□