



**M.Com. (Semester – III) (Accounting & Finance)**  
**Examination, November 2016**  
**COO3A2 : BANKING AND INSURANCE MANAGEMENT (OA-18)**

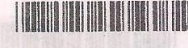
Duration : 3 Hours

Max. Marks : 60

- Instructions :**
- 1) This question paper consists of **nine** questions carrying **equal** marks.
  - 2) Question No. 1 consists of **5 compulsory** questions of **2 marks each**.
  - 3) Answer **any 5** questions from question **2, 3, 4, 5, 6, 7, 8 and 9**.
  - 4) **Each** question carries **10** marks. Figures to the **right** indicate marks.

1. Answer the following short questions in brief. (5×2=10)
  - a) What are insurable risks ? Explain with examples.
  - b) Explain any four positive impacts of Nationalization of banks on the banking sector.
  - c) What is Local Area Banks (LABs) ? Give four features of Local Area Banks.
  - d) Explain three main functions of Capital Funds in banks.
  - e) What do you mean by Riders in insurance contract ? Explain types of Riders.
2. The Reserve Bank of India (RBI) is a regulatory and supervisory authority in the country in this context explains functions and role played RBI in the Indian banking sector. 10
3. Insurance is a device for risk transfer. It undertakes various risks. Therefore it requires well developed system of risk management. Discuss in detail. 10
4. A) Discuss the strategic approach/process of Asset-liability management to measure, monitor and manage financial risk in banks. 5  
B) Bring out present position of capital adequacy in Indian Commercial Banks. 5

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5. A) Explain the types of life insurance policies offered by life insurance companies in India. Explain with suitable examples. 5
- B) Explain scope of fire insurance is not limited to the risk of fire but it covers number related risks. In this regards describe scope and kinds of fire insurance policies. 5
6. A) Describe historical facts related to the growth and development of insurance in India. 5
- B) Discuss the objectives, powers and functions of Insurance Regulatory and Development Authority (IRDA). 5
7. What are the factors leading to mounting Non Performing Assets (NPAs) in Indian Banks ? What are the steps adopted by Government and RBI to control NPA in Indian banks ? Explain. 10
8. A) Discuss the problems and challenges before the banks in the present banking scenario in India. 6
- B) Explain the claim settlement process in general insurance. 4
9. A) Explain in various types of risks in banking operations. 6
- B) Explain endowment plans of Life Insurance Corporation of India (LIC). 4