Roll No……..….. **Total No. of Printed Pages: 1**
Total No. of Questions: [11]

M.Com (Semester – 3rd)
FUND MANAGEMENT IN BANKS & INSURANCE COMPANIES
Subject Code: MCOM1361
Paper ID: [210120]

Time: 03 Hours **Maximum Marks: 60**

Instruction for candidates:

1. Section A is compulsory. It carries 16 marks. It consists of 4 questions of 4 marks each.
2. Section B consist of 4 questions of 8 marks each. The student has to attempt any 3 questions out of it.
3. Section C consist of 3 questions of 10 marks each. The student has to attempt any 2 questions.

Section – A **(4 marks each)**

Q1. Briefly explain how management of capital funds in commercial banks is done in India

Q2. What is the nature and function of legal reserves?

Q3. Briefly explain the nature of priority sector lending policies of commercial banks in India

Q4. Briefly explain how funds are managed in insurance companies

Section – B **(8 marks each)**

Q5. How estimation and management of secondary reserves is done and what are the factors influencing secondary reserves?

Q6. Describe in detail how loan application is evaluated?

Q7. Describe in detail concept of capital adequacy standards

Q8. Briefly describe the requirements of insurance companies towards deposits with RBI

Section – C **(10 marks each)**

Q9. Explain in detail various theories of liquidity management

Q10. How credit analysis is done? Also explain the concept of credit information and credit decision with respect to bank loans in India

Q11. How assets are invested in insurance companies? Also briefly explain various prohibitions relating to investment of assets by the insurance companies in India.