Seat No.: _____ Enrolment No.______

GUJARAT TECHNOLOGICAL UNIVERSITY

M.B.A. Sem - IV Examination May 2011

Subject code:849905

Subject Name: Banking Insurance - II

Date:26/05/2011 **Time: 02.30 pm – 05.30 pm**

Total Marks: 70

Instructions:

1. **Attempt all questions.**
2. **Make suitable assumptions wherever necessary.**
3. **Figures to the right indicate full marks.**

Q.1	**(a)**	Write an essay on the security against term loans.	**07**
	(b)	Define a 'letter of credit'. Discuss briefly on the parties to a letter of credit.	**07**
Q.2	**(a)**	Briefly explain the role of commercial bank in managing the risk.	**07**
	(b)	Discuss recovery process of NPA in banks.	**07**
		OR	
	(b)	Briefly explain the concept and benefits of On Line Tax Accounting System – OLTAS.	**07**
Q.3	**(a)**	Discuss Organization structure of Treasury in Banks. Explain Liquidity management through SLR and CRR	**07**
	(b)	Outline the provisions in the Banking Regulation Act, 1949 in relation to the capital requirements of commercial banks.	**07**
		OR	
Q.3	**(a)**	Briefly discuss functions of Treasury Management.	**07**
	(b)	Briefly explain the licensing procedure for insurers under the Insurance Act, 1938	**07**
Q.4	**(a)**	List the various health insurance systems in India. What is the opinion as to the performance of these systems?	**07**
	(b)	Discuss the various types of annuity plans.	**07**
		OR	
Q.4	**(a)**	Write short note on Micro insurance	**07**
	(b)	Define Endowment Policy. How does it differ from a Whole Life Policy? Is it possible to convert a whole life policy into an endowment policy? If yes, explain how.	**07**
Q.5	**(a)**	Discuss the various types of financial risk and how they can be managed.	**07**
	(b)	Define ERM. Write short note on ERM in insurance.	**07**
		OR	
Q.5	**(a)**	Reinsurance is a well thought well structured expense for insurance company? Explain.	**07**
	(b)	Explain the methods of risk classification/rating in detail.	**07**

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