

Exam. Code : 303702

Subject Code : 7276

**P.G. Diploma in Financial Services (Banking & Insurance)**

**2nd Semester**

**FINANCIAL SERVICES-II**

**Paper-PGDFS-202**

Time Allowed—3 Hours]

[Maximum Marks—50

**SECTION-A**

**Note :-** Attempt any **five** questions Each question will carry  
2 marks.

1. Write short notes on :

- (a) Systematic Risk
- (b) Beta Coefficient
- (c) Diversification
- (d) Risk vs. Uncertainty
- (e) Economic meaning of investment
- (f) Portfolio management
- (g) Risk-Return trade off
- (h) Technical Analysis.

**SECTION-B**

**Note :-** Attempt any **two** questions Each question will carry  
10 marks.

2. What is the relationship between risk and return as per  
CAPM ?

3. Discuss the Markowitz theory of portfolio selection. How does Markowitz theory help in planning an investor's portfolio ?
4. Explain the various indicators of company analysis.
5. How is technical analysis different from fundamental analysis in making investment decisions ?

### SECTION-C

**Note :-** Attempt any two questions Each question will carry 10 marks.

6. What factors might an individual take into account in determining his/her investment policy ?
7. What are the types of risks involved in an investment ? Analyze the risk and return relationship in taking investment decisions.
8. Explain various guidelines for effective investment for a successful investor.
9. What are the various methods used for promoting healthy sustained development of investment market ?

### SECTION-B

**Note :-** Attempt any two questions Each question will carry 10 marks.

2. What is the relationship between risk and return as per CAPM ?

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**P.G. Diploma in Financial Services  
(Banking & Insurance) 2<sup>nd</sup> Semester**

**FINANCIAL MANAGEMENT**

**Paper—PGDFS—203**

Time Allowed—3 Hours] [Maximum Marks—50

**SECTION—A**

**Note :— Attempt any FIVE questions.**

1. Write short notes on :

- (a) Leverage
- (b) Financial Statements
- (c) Capital Structure
- (d) Bonus Shares
- (e) Quick Ratio
- (f) Creditors Turnover Ratio
- (g) Cost of Equity
- (h) Capital Budgeting.

5×2=10

**SECTION—B**

**Note :— Attempt any TWO questions.**

2. Explain Receivables Management in detail.
3. Explain in detail the concept of Profit Maximization v/s Wealth Maximization.
4. What do you understand by Ratio Analysis ? Explain in detail the activity ratios.

5. Prepare a common size Balance Sheet from the following and interpret it :

**Balance Sheet**  
**(as on 31<sup>st</sup> March 1998 and 1999)**

Liabilities	1998	1999	Assets	1998	1999
Equity Share Capital	3,00,000	3,00,000	Land and Building	4,00,000	3,75,000
General Reserve	3,40,000	5,00,000	Plant & Machinery	1,50,000	2,50,000
10% Debentures	1,50,000	1,50,000	Furniture	50,000	53,120
Bills Payable	42,000	70,000	Stock in Trade	2,25,000	3,12,500
Creditors	1,64,000	2,25,000	Sundry Debtors	1,27,500	2,05,000
O/Stg Expenses	4,000	5,000	Cash	47,500	54,375
	<b>10,00,000</b>	<b>12,50,000</b>		<b>10,00,000</b>	<b>12,50,000</b>

$2 \times 10 = 20$

**SECTION—C**

**Note :—** Attempt any **TWO** questions.

6. What is Dividend ? Explain in detail the Relevance theory of Dividend Policy.
7. What is Capital Budgeting ? Explain the Modern Methods for evaluating Capital Budgeting Decisions.
8. What do you mean by Leverage ? Explain Financial Leverage, Operating Leverage and Combined Leverage.
9. ABC Ltd. has the following Capital Structure :

Equity Share Capital	
(Expected Dividend 12%)	10,00,000
10% Preference Share Capital	5,00,000
8% Loan	15,00,000

You are required to calculate the weighted average cost of capital, assuming 50% as the rate of income-tax, before and after tax.

$2 \times 10 = 20$

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**P.G. Diploma in Financial Services (Banking &  
Insurance) 2nd Semester**

**MANAGEMENT OF BANKING & INSURANCE SERVICES**

**Paper-PGDFS-205**

Time Allowed—3 Hours] [Maximum Marks—50

**Note :-** Attempt any **five** questions. Each question carries equal marks.

**SECTION-A**

1. Write short notes on :

- (i) Foreign Banks
- (ii) Current Account
- (iii) Bank Guarantee
- (iv) Life Insurance
- (v) IRDA
- (vi) Surveyorship
- (vii) Rashtriya Krishi Bima Yojana
- (viii) Risk Management.

5×2=10

**SECTION-B**

**Note :-** Attempt any **two** questions. Each question carries equal marks.

2. Discuss the need for having reforms in the Indian banking structure.

3. Discuss the various financing schemes for agriculture sector in India.
4. What are NPA's ? How provision for NPA is made ? Also discuss the various ways to tackle NPA.
5. Discuss the various ancillary services provided by banks in India. 2×10=20

### SECTION-C

**Note :-** Attempt any **two** questions. Each question carries equal marks.

6. Discuss the role played by insurance sector in the Indian economy.
7. Discuss the salient features of IRDA Act in detail.
8. Discuss the origin and growth of life insurance in India.
9. Discuss the various strategies adopted for marketing of insurance policies in India. 2×10=20