

FOURTH SEMESTER B.Com./B.B.A. DEGREE EXAMINATION, APRIL 2016

(CUCBCSS—UG)

Common Course

AM—BANKING AND INSURANCE

Time : Three Hours

Maximum : 80 Marks

Part I*Answer all questions.*

1. _____ Bank meets the requirements of medium and long term financial needs of industrial concerns.
(a) Commercial Bank. (b) Agricultural Bank.
(c) NABARD. (d) Industrial Bank.
2. Account with either 'Nil' balance or very low minimum balance :
(a) Savings. (b) No frills.
(c) Current. (d) None of these.
3. _____ is the minimum rate at which the RBI is ready to grant loans and advances to Commercial banks.
(a) Repo rate. (b) Prime Lending rate.
(c) Bank Rate. (d) None of these.
4. The Bank doesn't pay any interest on _____ Account.
(a) Current. (b) Fixed.
(c) Savings. (d) Recurring.
5. The principle of subrogation is introduced to protect the interests of
(a) Insured. (b) Agents.
(c) Insurer. (d) All of the above.
6. Life Insurance Corporation was nationalized in _____
7. If there is no insurable interest, the insurance contract will become _____
8. Note Issue is the major function of _____
9. Insuring the same subject matter with two or more insurer is _____
10. _____ is a policy which specifies the agreed value of the subject matter.

(10 x 1 = 10 marks)**Turn over**

Part II (Short Answer Questions)*Answer any eight questions.*

11. Define Customer.
12. What is financial inclusion ?
13. What is SLR ?
14. What is assignment of a policy ?
15. What is re-insurance ?
16. What is micro finance ?
17. What is current account ?
18. What is a scheduled bank ?
19. What is fire insurance ?
20. What is causa proxima ?

(8 x 2 = 16 marks)**Part III (Short Essays)***Answer any six questions.*

21. Explain briefly the Functions of NABARD.
22. Explain the features of Insurance Contract.
23. Explain the procedure for opening a Joint Account.
24. Explain the role of banking sector in the Economic Development.
25. Explain the Principle of Subrogation.
26. What are the various types of Deposits ?
27. What are the circumstances under which a Bank Account can be closed ?
28. Explain in brief different kinds of Insurance.

(6 x 4 = 24 marks)**Part IV (Long Essays)***Answer any two questions.*

29. Explain the Innovative functions of bank today.
30. Explain the functions of Reserve Bank of India ?
31. What is Life Insurance ? Explain the principles of Life Insurance Contract.

(2 x 15 = 30 marks)