

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

(CUCBCSS—UG)

Common Course

A14—BANKING AND INSURANCE

Time Three Hou

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 W (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)