

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

(CUCBCSS—UG)

Common Course

A14—BANKING AND INSURANCE

Three Hours

Maximum : 80 Marks

Part I

Answer all questions.

_____ 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.

Account with either 'Nil' balance or very low minimum balance :

- (a) Savings. (b) No frills.
(c) Current. (d) None of these.

_____ 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.

The Bank doesn't pay any interest on _____ Account.

- (a) Current. (b) Fixed.
(c) Savings. (d) Recurring.

The principle of subrogation is introduced to protect the interests of _____.

- (a) Insured. (b) Agents.
(c) Insurer. (d) All of the above.

Life Insurance Corporation was nationalized in _____.

If there is no insurable interest, the insurance contract will become _____.

Note Issue is the major function of _____.

Insuring the same subject matter with two or more insurer is _____.

_____ is a policy which specifies the agreed value of the subject matter.

(10 × 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 × 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 × 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 × 15 = 30 marks)