

18U347

(Pages: 2)

Name:

Reg. No.

THIRD SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2019

(Regular/Supplementary/Improvement)

(CUCBCSS-UG)

CC15U ECO3 B04 - MODERN BANKING AND INSURANCE

(Economics - Core Course)

(2015 Admission onwards)

Time: Three Hours

Maximum: 80 Marks

Section A (Objective Type Questions)

Answer *all* questions. Each question carries ½ mark.

1. Which bank meets the requirements of medium and long term financial needs of industrial concerns?
a) Commercial banks b) Industrial banks c) Agricultural banks d) Exchange banks
2. Insurance cover for bank deposits in our country is provided by:
a) SBI b) Govt. of India c) GIC d) DICGC
3. Insurance is a form of protection against a possible
a) Loss b) Damage c) Risk d) Indemnity
4. In India Cheque Truncation System was introduced in the year:
a) 2000 b) 2003 c) 2007 d) 2010
5. The most important objective of credit control is:
a) To safeguard gold reserves b) Full employment
c) To ensure economic stability d) Stabilise the money market
6. If there is no insurable interest, the insurable contract will become
a) Unenforceable in a court of law b) Illegal
c) Void d) Voidable
7. Credit risk to the bank is high from which of these cards?
a) Debit cards b) Credit cards c) ATM cards d) All the above
8. The subject matter of life insurance is:
a) Property b) Life of human being
c) Life of animals d) All the above
9. Which of the following is known as the central bank of USA?
a) Reserve Bank b) Riks Bank c) Federal Reserve d) None of these
10. Insuring the risk with other insurers is known as:
a) Double insurance b) Reinsurance c) Under insurance d) None of the above
11. Priority sector lending by banks in India constitutes the lending to:
a) Agriculture b) Micro and Small enterprises
c) Weaker sections d) All of the above

12. Life insurance was first nationalised in:

a) 1956

b) 1971

c) 1949

d) 1991

(12 x ½ = 6 Marks)

Section B (Very Short Answer Type Questions)

Answer any *ten* questions not exceeding one paragraph. Each question carries 2 marks.

13. What is overdraft?

14. Explain the advantages of ATM.

15. Differentiate between life insurance and general insurance.

16. Define branch banking.

17. What is social banking?

18. What do you mean by open market operations?

19. What is health insurance?

20. Distinguish between risk and uncertainty.

21. What is risk management?

22. What do you mean by annuity?

23. Explain E-Purse.

24. What is surrender value?

(10 x 2 = 20 Marks)

Section C (Short Answer Type Questions)

Answer any *six* questions not exceeding one page. Each question carries 5 marks.

25. Write a short note on powers and functions of LIC.

26. What is NPAs? Describe some measures adopted by RBI to tackle NPAs?

27. Discuss various elements involved in risk management.

28. Compare RTGS and NEFT.

29. Briefly explain burglary insurance and fidelity guarantee insurance.

30. Explain major functions and instruments of money market.

31. Briefly explain important principles of insurance.

32. Discuss the major functions of the IDBI.

(6 x 5 = 30 Marks)

Section D (Essay Type Questions.)

Answer any *two* questions not exceeding three pages. Each question carries 12 marks.

33. Explain major types of life insurance policies and motor insurance policies in India.

34. Critically evaluate banking sector reforms undertaken in Indian Banking system.

35. Discuss the importance of insurance sector in the socio-economic development of the nation.

36. Examine different methods of credit control adopted by the central bank.

(2 x 12 = 24 Marks)
