

C 80785

(Pages : 3)

Name.....

Reg. No.....

FOURTH SEMESTER B.Com./B.B.A. DEGREE EXAMINATION, APRIL 2020

(CUCBCSS—UG)

B.Com./B.B.A.

A 14—BANKING AND INSURANCE

(2014 Admissions)

Time : Three Hours

Maximum : 80 Marks

Part A

Answer all questions.

Each question carries 1 mark.

A) Choose the correct answer :

- 1 A customer is required to remit a fixed sum for a certain period in ———— deposit.
(a) Fixed. (b) Current.
(c) Saving. (d) Recurring.
- 2 At present SBI has ———— number of subsidiary banks :
(a) 4. (b) 5.
(c) 6. (d) 7.
- 3 The principle of subrogation is introduced to protect the interest of :
(a) Insured. (b) Insurer.
(c) Agent. (d) All of these.
- 4 Discounting of bill of exchange is the most popular method of ———— by banks.
(a) Lending. (b) Deposits.
(c) Savings. (d) Revenue generation.
- 5 The initial capital of RBI is :
(a) Rs. 2 Crore. (b) Rs. 5 Crore.
(c) Rs. 7 Crore. (d) Rs. 10 Crore.

Turn over

B) Fill in the blanks :

- 6 The doctrine of subrogation is not applicable to _____ insurance business.
- 7 CORE stands for _____.
- 8 Internet banking is also known as _____.
- 9 The first bank of India is _____.
- 10 Crossing on a cheque can be cancelled by the _____ of the cheque, under his full signature.

(10 × 1 = 10 marks)

Part B (Short Answer Questions)

Answer any eight questions in two or three sentences.

Each question carries 2 marks.

- 11 What is indigenous bank ?
- 12 What do you mean by consequential loss ?
- 13 What is garnishee order ?
- 14 What is fire insurance ?
- 15 Define chain banking.
- 16 Give the meaning of re-insurance.
- 17 What is meant by escrow ?
- 18 Who is a beneficiary ?
- 19 What is ECS ?
- 20 Expand : a) MICR ; b) NEFT.

(8 × 2 = 16 marks)

Part C (Short Essays)

Answer any six questions.

Each question carries 4 marks.

- 21 State the merits and demerits of group banking.
- 22 Write the features of fire insurance.
- 23 Explain the limitations of credit creation.
- 24 Bring out the different types of liability insurance.
- 25 State the exception to the general lien of a banker.

- 26 Describe the functions of commercial banks.
- 27 Write a note on powers of IRDA.
- 28 Describe the steps in e-payment.

(6 × 4 = 24 marks)

Part D (Long Essays)

Answer any two questions.

Each question carries 15 marks.

- 29 What is a bank account ? Explain the types of accounts and the situations lead to close the bank account.
- 30 Define Insurance. Explain its functions.
- 31 Discuss the credit control measures of RBI.

(2 × 15 = 30 marks)