

C 2097

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Name.....

Reg. No.....

FOURTH SEMESTER (CUCBCSS-UG) DEGREE EXAMINATION, APRIL 2021

B.Com.

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. The document drawn by a debtor on the creditor agreeing to pay a certain sum is called \_\_\_\_\_.  
(a) Cheque. (b) Pronote.  
(c) Bill of exchange. (d) Draft.
2. A cheque which is not crossed is called \_\_\_\_\_.  
(a) Uncrossed. (b) Open.  
(c) Order. (d) Bearer.
3. The important delivery channel in e-banking is \_\_\_\_\_.  
(a) Home banking. (b) Tele banking.  
(c) Internet banking. (d) Mobile banking.
4. Central bank is lender of last resort because :  
(a) Act as banker to Government.  
(b) Commercial bank can approach it for loan.  
(c) Act as clearing house for commercial banks.  
(d) None.
5. The principle of indemnity is not applicable to \_\_\_\_\_.  
(a) Life. (b) Ship.  
(c) Fire. (d) Freight.

Turn over

B. Fill in the blanks :

6. During inflation Central Bank \_\_\_\_\_ the bank rate.
7. \_\_\_\_\_ alone can open a crossing.
8. \_\_\_\_\_ cheque is always meant for local payments only.
9. Subrogation stands for \_\_\_\_\_.
10. The insurance policy for indemnifying the insured for losses caused by damage to ship is \_\_\_\_\_.

(10 × 1 = 10 marks)

**Part B (Short Answer Questions)**

*Answer any eight question.  
Each question carries 2 marks.*

11. What is credit creation ?
12. Who is a customer ?
13. What do you understand by recurring deposit ?
14. What is mean by utmost good faith ?
15. Describe marine insurance.
16. What is mean by developmental banks ?
17. Describe smart card.
18. What is marking a cheque means ?
19. What is e-banking ?
20. Describe CRISIL.

(8 × 2 = 16 marks)

**Part C (Short Essay Questions)**

*Answer any six questions.  
Each question carries 4 marks.*

21. Explain main objects of RBI.
22. What are the features of bill of exchange ?
23. Distinguish between holder and holder in due course.
24. Differentiate traditional banking and e-banking
25. "Unit banking and branch banking differs significantly. How ?
26. Explain merits of e-banking.

27. What is PPIs ?
28. Differentiate cheque and Bill of exchange.

(6 × 4 = 24 marks)

**Part D (Essay Questions)**

*Answer any two questions.  
Each question carries 15 marks.*

29. Explain functions of commercial banks.
30. What is endorsement ? Explain different types.
31. "General insurance is essential". How ? Describe types.

(2 × 15 = 30 marks)