

C 21195

(Pages : 3)

Name.....

Reg. No.....

**FOURTH SEMESTER (CUCBCSS—UG) DEGREE EXAMINATION
APRIL 2022**

B.Com.

A14—BANKING AND INSURANCE

(2014—2016 Admissions)

Time : Three Hours

Maximum : 80 Marks

Part I*Answer all questions.*

1. Overdraft facility is available to _____ Account holders.
 - a) Fixed.
 - b) Recurring.
 - c) Current.
 - d) Savings.
2. _____ is absolutely essential for special crossing.
 - a) Two parallel transverse lines.
 - b) Words 'And Company.'
 - c) Words 'Not negotiable.'
 - d) Name of banker.
3. _____ is used for the transmission and receipt of all international financial messages by member banks and financial institutions.
 - a) SWIFT.
 - b) EFT.
 - c) CORE.
 - d) CFMS.
4. Which one of the following does not belong to the main products of life insurance ?
 - a) Endowment.
 - b) Personal accident.
 - c) Term.
 - d) Whole life.
5. Insurable interest must be present in _____ insurance contract at the time of contract and at the time of loss.
 - a) Fire.
 - b) Marine.
 - c) Property.
 - d) Life.

Turn over

6. Rate of interest on deposits is determined by _____.
7. The only public sector company in the field of life insurance is _____.
8. A cheque becomes stale on the expiry of _____.
9. The insurer agrees to compensate the insured in consideration of a sum of money called _____.
10. The banks which provide long term finance is _____.

(10 × 1 = 10 marks)

Part II (Short Answer Questions)

Answer any **eight** questions.

11. Define banker.
12. What do you mean by RTGS ?
13. Distinguish between cheque and draft.
14. What is subrogation ?
15. What is a clearing house ?
16. Define assignment in insurance.
17. State the meaning of : (a) Proposal ; and (b) Policy.
18. Define endorsement.
19. Who are the parties to a credit card ?
20. State the three tier structure of co-operative banks.

(8 × 2 = 16 marks)

Part III (Short Essays)

Answer any **six** questions

21. Explain the general principles of life insurance.
22. Explain different types of crossing.
23. 'Central Bank is banker's Bank' - Explain.
24. What is E - Banking ? Discuss its merits.
25. State the features of a negotiable instrument.

26. Explain the powers of IRDA.
27. Write a note on : (a) Internet Banking ; (b) Tele Banking ; (c) Mobile Banking ; and (d) EFT.
28. Explain the general relationship between the banker and customer.

(6 × 4 = 24 marks)

Part IV (Long Essays)

Answer any two questions.

29. Define insurance. Explain various kinds of insurance.
30. Explain the emerging trends in the field of banking
31. Explain the various credit control measures of RBI.

(2 × 15 = 30 marks)

C 21195-A

(Pages : 4)

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A 14—BANKING AND INSURANCE

(2014—2016 Admissions)

(Multiple Choice Questions for SDE Candidates)

Time : 15 Minutes**Total No. of Questions : 20****Maximum : 20 Marks****INSTRUCTIONS TO THE CANDIDATE**

1. This Question Paper carries Multiple Choice Questions from 1 to 20.
2. The candidate should check that the question paper supplied to him/her contains all the 20 questions in serial order.
3. Each question is provided with choices (A), (B), (C) and (D) having one correct answer. Choose the correct answer and enter it in the main answer-book.
4. The MCQ question paper will be supplied after the completion of the descriptive examination.

A 14—BANKING AND INSURANCE

(Multiple Choice Questions for SDE Candidates)

1. The first bank in India was started in the year :
(A) 1825. (B) 1786.
(C) 1912. (D) None of these.
2. Regional rural banks are sponsored by _____.
(A) Foreign exchange banks. (B) Nationalized banks.
(C) Industrial banks. (D) None of these.
3. The number of subsidiary banks under SBI at present :
(A) 6. (B) 7.
(C) 5. (D) 8.
4. During the time of inflation, central bank _____ the bank rates.
(A) Decrease. (B) Increase.
(C) Doubles. (D) None of these.
5. Regional Rural Bank Scheme were started in the year _____.
(A) 1946. (B) 1969.
(C) 1975. (D) 1949.
6. The combination of investment banking and commercial banking is called _____.
(A) Group banking. (B) Unit banking.
(C) Mixed banking. (D) None of these.
7. _____ was originally the home of commercial banking.
(A) U.S.A. (B) England.
(C) Britain. (D) Germany.

8. A order issued by a court asking the banker to stop payment out of a particular account is called _____.
- (A) Specific order. (B) General order.
(C) Lien order. (D) Garnishee order.
9. To be on the safer side, a banker should not open an account in the name of _____.
- (A) Minor. (B) Joint Stock Company.
(C) Partnership firm. (D) Trust.
10. CAR stands for _____.
- (A) Capital Asset Ratio. (B) Current Asset Ratio.
(C) Capital Adequacy Ratio. (D) None of these.
11. A cheque which is payable to a certain person is called _____.
- (A) Order cheque. (B) Bearer cheque.
(C) Truncated cheque. (D) None of these.
12. EFT was introduced by _____.
- (A) SBI. (B) RBI.
(C) ICICI. (D) None of these.
13. Insurance agreement is _____.
- (A) Written. (B) Written or Oral.
(C) Oral. (D) None of these.
14. The term Causa Proxima means _____.
- (A) Nearest cause. (B) Relative cause.
(C) Financial cause. (D) None of these.
15. _____ insurance provides protection to the weaker sections of the society who are unable to pay premium.
- (A) Social insurance. (B) Personal insurance.
(C) Liability insurance. (D) None of these.

Turn over

16. Reinsurance is common in _____.
- (A) Life insurance. (B) General insurance.
(C) None of these.
17. Insurance Regulatory and Development Authorities Act came into effect in :
- (A) 2001. (B) 2004.
(C) 1999. (D) None of these.
18. Consensus ad idem means :
- (A) Nearest cause. (B) Honesty.
(C) Identity of minds. (D) None of these.
19. The premium paid on life insurance policy is a deductible expense under Section _____
— of the Income Tax Act.
- (A) 80 D. (B) 80 C.
(C) 80 DD. (D) None of these.
20. _____ is the receipt issued by the captain of the ship for the cargo loaded in the ship.
- (A) Promissory note. (B) Bill of Exchange.
(C) Bill of Lading. (D) None.