

Total No. of Questions: 6

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Enrollment No.....



Faculty of Commerce

End Sem (Even) Examination May-2019

CM3EB08 Indian Banking & Insurance System

Programme: B.Com.(Hons) Branch/Specialisation: Commerce

Duration: 3 Hrs.

Maximum Marks: 60

Note: All questions are compulsory. Internal choices, if any, are indicated. Answers of Q.1 (MCQs) should be written in full instead of only a, b, c or d.

- Q.1 i. Regional Rural Banks are in the category of scheduled public sector banks. **1**
(a) Excluded (b) Included (c) Directed (d) None of these
- ii. banks do not operate on profit motive in rural areas. **1**
(a) Cooperative (b) Commercial
(c) Central (d) None of these
- iii. A Recurring deposit is typically repayable on its date. **1**
(a) Mid-term (b) Maturity
(c) Post Maturity (d) None of these
- iv. A customer is generally recognized by his/her on the instrument. **1**
(a) Finger Print (b) Signature
(c) Photo I.D. (d) None of these
- v. The correct form of ECS is.... **1**
(a) Electronic Clearing System
(b) Electric Chain System
(c) Electronic Credit System
(d) None of these
- vi. PIN represents for **1**
(a) Permanent Index Number
(b) Personal Identification Number
(c) Personal Index Number
(d) None of these

P.T.O.

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- vii. Which of the following is the regulator of insurance sector in India? **1**
 (a) RBI (b) IRDA (c) SEBI (d) None of these
- viii. The Insurance companies collect a fixed amount from its customers at a fixed interval of time. What is it called? **1**
 (a) EMI (b) Instalment
 (c) Contribution (d) Premium
- ix. Which among the following is not the primary function of Insurance? **1**
 (a) Provision of Certainty (b) Provision of Security
 (c) Distribution of Risks (d) Loss Prevention
- x. “.....has been defined as a plan by which large numbers of people associate themselves and transfer, to the shoulders of all, risks that attach to individuals.” **1**
 (a) Assurance (b) Insurance
 (c) Both (a) & (b) (d) None of these
- Q.2 i. Define the term ‘Bank/Banking’. **2**
 ii. Define Commercial Banks with its types. **3**
 iii. Explain the basic principles of Banking. **5**
 OR iv. Explain any five supervisory functions of RBI. **5**
- Q.3 i. Explain Current and Saving Accounts. **2**
 ii. What do you mean by functions of banks? explain any six primary functions of commercial banks. **8**
 OR iii. Explain in detail all the secondary functions of banks. **8**
- Q.4 i. Explain Pass Book, Purpose of Pass Book & Statement of account. **3**
 ii. What do you mean by the term ‘Cheques’? Write about any six types of cheques. **7**
 OR iii. Explain E-Banking system. Write its advantages and disadvantages in detail. **7**

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- Q.5 i. Write the meaning and definition of Insurance. **4**
 ii. What are the basic principles of Insurance? **6**
 OR iii. What are the roles of LIC and GIC in human life? **6**
- Q.6 Attempt any two:
 i. Write in detail the functions of General Insurance Organisation and Administration in India. **5**
 ii. Explain giving suitable examples the types of major Life Insurance Policies. **5**
 iii. What are the career options in Insurance Business? **5**

Marking Scheme

CM3EB08 Indian Banking & Insurance System

Q.1	i.	Regional Rural Banks are in the category of scheduled public sector banks. (b) Included	1
	ii. banks do not operate on profit motive in rural areas. (a) Cooperative	1
	iii.	A Recurring deposit is typically repayable on its date. (b) Maturity	1
	iv.	A customer is generally recognized by his/her on the instrument. (b) Signature	1
	v.	The correct form of ECS is.... (a) Electronic Clearing System	1
	vi.	PIN represents for (b) Personal Identification Number	1
	vii.	Which of the following is the regulator of insurance sector in India? (b) IRDA	1
	viii.	The Insurance companies collect a fixed amount from its customers at a fixed interval of time. What is it called? (d) Premium	1
	ix.	Which among the following is not the primary function of Insurance? (d) Loss Prevention	1
	x.	“.....has been defined as a plan by which large numbers of people associate themselves and transfer, to the shoulders of all, risks that attach to individuals.” (b) Insurance	1
Q.2	i.	Bank/Banking	2
	ii.	Commercial Banks with its types. 1 mark for each	3
	iii.	Basic principles of Banking. 1 mark for each	5
OR	iv.	Any five supervisory functions of RBI. 1 mark for each	5

Q.3	i.	Current Accounts Saving Accounts	1 mark 1 mark	2
	ii.	Functions of banks Any six primary functions of commercial banks. 1 mark for each (1 mark * 6)	2 marks 6 marks	8
	OR	iii.	All the secondary functions of banks. 1 mark for each	8
Q.4	i.	Pass Book Purpose of Pass Book Statement of account.	1 mark 1 mark 1 mark	3
	ii.	Cheques Any six types of cheques 1 mark for each type (1 mark * 6)	1 mark 6 marks	7
	OR	iii.	E-Banking system Its advantages Its disadvantages	7
Q.5	i.	Meaning of Insurance Definition of Insurance	2 marks 2 marks	4
	ii.	Basic principles of Insurance 1 mark for each	(1 mark * 6)	6
	OR	iii.	Roles of LIC in human life Roles of GIC in human life	6
Q.6		Attempt any two:		
	i.	Functions of General Insurance Organisation and Administration in India 1 mark for each	(1 mark * 5)	5
	ii.	Types of major Life Insurance Policies with example 1 mark for each	(1 mark * 5)	5
	iii.	Career options in Insurance Business 1 mark for each	(1 mark * 5)	5
