

FOURTH SEMESTER B.Com./B.B.A. DEGREE EXAMINATION, APRIL 2018

(CUCBCSS—UG)

Common Course

A 14—BANKING AND INSURANCE

Time : Three Hours

Maximum : 80 Marks

Part I

*Answer all questions.
Each question carries 1 mark.*

1. Note issue is the function of ———.
 - (a) SBI.
 - (b) Imperial Bank of India.
 - (c) Central Bank.
 - (d) None of these.

2. RTGS stands for ———.
 - (a) Real Time Gross Scheme.
 - (b) Real Time General Settlement.
 - (c) Real Time Gross Settlement.
 - (d) None of these.

3. A demand draft is issued by ———.
 - (a) Bank.
 - (b) Customer.
 - (c) Creditor.
 - (d) None of these.

4. EFT stands for :
 - (a) Electronic Fee Transfer.
 - (b) Electronic Fund Transfer.
 - (c) Electronic Finance Transfer.
 - (d) None of these.

5. The main source of income of an Insurance Company is ———.
 - (a) Discount.
 - (b) Premium.
 - (c) Interest.
 - (d) None of these.

6. RBI was started in the year ———.

Turn over

7. Banking Regulation Act was passed in the year _____.
8. Deposit which offers the highest rate of interest is _____.
9. General insurance is a contract of _____.
10. The person to whom money is payable on a cheque is called _____.

(10 × 1 = 10 marks)

Part II (Short Answer Questions)

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

11. What are Foreign banks ?
12. What are Central Co-operative Banks ?
13. Define Central Bank.
14. What is Automated Teller Machine ?
15. What is a Credit Card ?
16. What is insurance premium ?
17. What is marine insurance ?
18. What is personal accident insurance ?
19. Define a promissory note.
20. Define General Crossing.

(8 × 2 = 16 marks)

Part III (Short Essays)

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

- ✓21. What are the benefits of insurance ?
- ✓22. What are the features of life insurance ?
- ✓23. What are the features of fire insurance ?
24. Discuss the modern functions of Commercial banks.
- ✓25. What are the types of negotiable instruments ?
- ✓26. What are the three parties to a cheque ?

- ✓27. What are the features of a cheque ?
28. Explain the role and importance of banks in economic development.

(6 × 4 = 24 marks)

Part IV (Long Essays)

Answer any two questions.

Each question carries 15 marks.

29. Explain the functions of Commercial banks.
30. Explain the importance of insurance.
31. Explain the popular services covered under E-banking.

(2 × 15 = 30 marks)