

C 2098

(Pages : 3)

Name.....

Reg. No.....

**FOURTH SEMESTER (CUCBCSS—UG) DEGREE EXAMINATION
APRIL 2021**

B.Com.

A 14—BANKING AND INSURANCE

(2017 Admissions)

Time : Three Hours

Maximum : 80 Marks

Part A

Answer all questions.

Each question carries 1 mark.

(A) Choose the correct answer :

- 1 Central Bank can issue Currency notes up to a certain limit without gold reserve :
 - (a) Fixed fiduciary system.
 - (b) Maximum Fiduciary system.
 - (c) Proportional reserve system.
 - (d) Minimum Reserve system.
- 2 A Cheque which torn into two or more pieces :
 - (a) Order Cheque.
 - (b) Stale Cheque.
 - (c) Mutilated Cheque.
 - (d) Blank Cheque.
- 3 The policy is one where the insurer undertakes to make good the loss only up to the amount specified in the policy :
 - (a) Valued policy.
 - (b) Average policy.
 - (c) Consequential loss policy.
 - (d) Specific policy.
- 4 Reserve Bank of India was formally inaugurated in :
 - (a) 1934.
 - (b) 1969.
 - (c) 1935.
 - (d) 1943.
- 5 Damages and losses due to any accident between two or more vehicles are covered under :
 - (a) Garage insurance policy.
 - (b) Collision insurance policy.
 - (c) Comprehensive policy.
 - (d) Third party policy.

Turn over

(B) Fill in the blanks :

- 6 _____ is a Cheque which need not necessarily contain the name of the payee.
- 7 The person who is appointed by the will to administrator the estate of the deceased person is known as _____.
- 8 _____ refers to a process by which claims of banks against one another are settled without the use of cash.
- 9 _____ implies persuasion and request made by the Reserve bank to the commercial banks to follow certain policies.
- 10 _____ is the form of electronic banking for transacting inter-bank transactions.

(10 × 1 = 10 marks)

Part B (Short Answer Questions)

Answer any eight questions.

Each question carries 2 marks.

- 11 What do you mean by postdated Cheque ?
- 12 What is SWIFT ?
- 13 Define Banking.
- 14 Mention the primary functions of Commercial banks.
- 15 What do you mean by Smart Card ?
- 16 What is MICR Cheque ?
- 17 Define the contract of Marine insurance.
- 18 What is Double insurance ?
- 19 What is IFSC ?
- 20 What are the difference between debit card and credit card ?

(8 × 2 = 16 marks)

Part C (Short Essays Questions)

Answer any six questions.

Each question carries 4 marks.

- 21 Write a note on the principles of Insurance.
- 22 Distinguish between Nomination and Assignments.

- 23 Describe the different kinds of Marine insurance policies.
- 24 Define Negotiable Instruments. Elucidate the Characteristics of Negotiable Instruments.
- 25 What are the advantages of RTGS ?
- 26 Explain the powers of IRDA.
- 27 Explain the Qualitative methods of credit control adopted by central bank of a country.
- 28 What are the advantages of E -Cheque ?

(6 × 4 = 24 marks)

Part D (Essay Questions)

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

- 29 Explain the commercial banking structure in India.
- 30 Define the Concept of Insurance ? Briefly explain the classification of Insurance.
- 31 Define Cheque ? Describe Crossing of Cheque.

(2 × 15 = 30 marks)