

COURSE: B.COM PROG.

SEMESTER - VI

PAPER NAME: BANKING AND INSURANCE

QUESTION BANK

1. What do you comprehend from the term 'bank'? Define 'bank' and give its characteristics.
2. What were the objectives of nationalization of banks? How these objectives were obsolete in decade of 1980s and necessitated banking reforms in 1990s?
3. Elucidate various banking reforms taken during the decade of 1990s.
4. Explain the term 'customer! What are the pre-conditions to determine a person as customer of a bank?
5. Does KYC explain the term customer similar to traditional definition? Explain.
6. Briefly state the various relationships between bank and customers?
7. Explain fiduciary relationship of bank with customers. List down the main duties of a bank as a trustee.
8. Define terms bailment, bailor, and bailee as defined under section 148 of the Indian Contract Act 1882. Illustrate the relationship of bank and customer as bailor and bailee.
9. Write short notes on bank as:
 - (a) Custodian,
 - (b) Guarantor,
 - (c) Indemnity Holder,
 - (d) Lessor
 - (e) Agent
10. Section 6 of the Banking Regulation Act, 1949 states various forms of banking business. Explain.
11. What are the forms of business in which a banking company may engage in addition to its generic business?
12. To make application of all rules and government policies uniformly on banking sector nationalization of banks were initiated, what issues necessitated reforms in post-nationalized period.

13. Highlights major problems of banking sector that were identified by Narasimham Committee during the decade of 1990s.
14. Critically analyze the impact of reforms recommended by Narasimham Committee on banking sector
15. Write short notes on the followings.
 - (a) Asset classification and NPA
 - (b) Cash Reserve Ratio and Statutory Liquidity Ratio
 - (c) Debt Recovery Tribunal
 - (d) Capital to Risk Weighted Assets.
16. State reforms recommended by Narasimham Committee-II on Asset Quality. Non-Performing Assets, and Disclosure Requirements.
17. Structural issues and legal framework are few of the important reforms suggested by Narasimham Committee-II. Explain.
18. Explain various types of customers having multiple account holders, and artificial judicial persons.
19. What types of precaution, generally, taken by bank while dealing with partnership firms and company's account?
20. Explain the traditional types of deposits account. Give features thereto.
21. Briefly explain the special types of deposits account.
22. Write down the key features of saving account.
23. What are the salient characteristics of current account? How it is different from saving account?
24. Write short notes on the followings:
 - (a) Recurring Deposit Account
 - (b) Current Deposit Premium Scheme.
 - (c) NRO
 - (d) NRE
25. Explain various types of hybrid/flexi deposit accounts.
26. Distinguish NRE and NRO account.
27. Difference between NRE and FCNR (Bank) accounts.
28. What are various types of banks in India? Explain major aims of them.
29. Explain various primary and secondary functions of commercial banks. Emphasize the function of credit creation with respect of acceleration of lending amount.

30. The commercial banks play vital role in the development of primary sector. What were the major obstacles in financing priority sector and need to regulate credit allocation of commercial banks for priority sector?
31. In order to strengthen priority sector, various policy initiatives have been taken in 1990s for credit allocation. Explain in reference of priority sector.
32. What are the broad targets set under priority sector lending for commercial banks?
33. List down various operations related to agriculture and allied activities considered for credit allocation by commercial banks.
34. Assess the progress of credit allocation made by commercial banks, after economic reforms, in reference of agriculture and allied activities sector.
35. Write short notes on the followings:
 - (a) Primary Sector
 - (b) Adjusted Net Bank Credit:
 - (c) Target limits of lending of commercial banks for priority sector.
 - (d) Investment limit for MSMEs.
 - (e) Categories of credit allocation to MSEM.
36. What are the difficulties faced by commercial banks while extending credit to MSMEs, and initiatives to improve cash flow to MSMEs? Explain in context of Indian MSMEs.
37. Write detailed note on revised guidelines on priority sector targets for commercial banks?
38. Explain the significance of credit market. What is the role of commercial banks in credit market?
39. Explain various aspects required to be involved in general management and branch services of a bank. What do you understand from customer service committee? What actions may be taken by this committee in respect of institutional framework of a bank?
40. Elaborate comprehensive deposit policy and issues constituents thereto. Financial inclusion is a socio-economic policy, what are the various facilities provided by bank in accomplishment of this policy? Write a detailed note on additional services.
41. What are the salient measures a bank takes related to technical fault related services, including security issues? Explain various services provided by banks to old, sick, and incapacitated person including minor person?
42. Give an overview of customer services offered by a bank to its customers.

43. Elaborate the term loans and advances. Give types and difference thereto.
44. "Banks take securities from prospective borrower to secure their loan", as a banker what type of security you will accept from borrower while sanctioning advance to them.
45. What are the key precautions that a bank must take while accepting different set of securities?
46. What do you understand from the term securitization? Give its process and features.
47. Discuss about different players of securitization process? Elaborate their role and benefits of securitization.
48. Explain the term 'Balance sheet? Sheet, what are the statutory requirements for a banking company
49. Elaborate any eight special items of balance sheet in reference of a banking company.
50. What do you understand from the off-balance sheet items? How it is different from on-balance sheet items?
51. What is rationale of disclosing some items as off-balance sheet? Give any five off-balance sheet items related with a banking company
52. "The aim of BASEL Accord was to improve sector ability, risk management, and transparency of the banking sector". What were the reasons to adopt BASEL II reforms?
53. State the merits and weaknesses of BASEL Accord. What recommendations have been suggested by BCBS for future improvement?
54. "Various improvements have been suggested to improve BASEL II as a roadmap to BASEL II Make a comparison of BASEL III with BASEL II.
55. Give selected definitions of insurance to cover the concept of insurance.
56. Define insurance and give features of insurance.
57. What are the various functions of insurance?
58. Classify types of insurance on the basis of their coverage and nature. Give suitable examples.
59. Write a note on insurance in India.
60. Elucidate the need of insurance in India.
61. How insurance sector of India is globalizing? What are the benefits of globalizing insurance sector of India?
62. What is indemnity? What are the ways in which the doctrine of indemnity is enforced in property insurance contract?

63. Explain the distinguishing features of insurance contracts.
64. Subrogation means asking for payment under another's name! Explain doctrine of subrogation.
65. Describe important purposes and limitations of principle of subrogation.
66. Elucidate the principle of subrogation and explain its functions.
67. Differentiate representation and warranty
68. Define a material fact and give examples. What are the reasons and consequences of breach utmost good faith?
69. What do you understand from the proximate cause? Give its applications.
70. Explain the doctrine of contribution. How does it follow the principles of indemnity and subrogation?
71. What are the requisites of principle of contribution? Give relevant examples.
72. Define the term insurance. How insurance serves different purposes of a business and society?
73. Explain the nature of insurance contracts. What are the essentials of a valid insurance contract?
74. Write short-notes on the following:
 - (a) Binder
 - (b) Offer and acceptance
 - (c) Contract
 - (d) Object clause of insurance agreement.
75. Define the term fire insurance. What are the features of a fire insurance contract
76. What do you mean by fire and loss by fire? Enumerates the special perils of fire.
77. What are the items are included in and excluded from Standard Fire and Special Fire Policy?
78. What are the different types of fire insurance?
79. Define motor insurance as per Motor Insurance Act, and gives various coverage insured under it
80. What are the add-on-covers and exclusion of motor insurance policy?
81. Write a note on 'insured's declared value! What are the rates of depreciation apply while computing IDV?
82. Describes the types of motor insurance.
83. Classify the marine insurance on the basis of insurable interest.

84. What are the different perils covered under hull and cargo insurance? Give statutory classification of marine insurance.
85. Explain the term health insurance. What are the health hazards, generally, covered under the health insurance policies?
86. What do you understand from 'sum assured' and 'cashless facility' under health insurance? What are the types of health risks excluded from the health insurance cover?
87. How do you classify health insurance policy? Explain.
88. Explain the accident insurance and classify persons on basis of level of risk.
89. What are the salient inclusions and exclusions of accidental insurance policy?
90. "Reinsurance holds a greater role in the sphere of insurance". Discuss the main functions of reinsurance.