

**COURSE: B.COM (PROG.)**

**SEMESTER: VI**

**PAPER- BANKING AND INSURANCE**

**ASSIGNMENT QUESTIONS**

1. Write short notes on-
  - a) Functions of IRDAI
  - b) Hybrid Reinsurance
  - c) Principle of Indemnity
  
2. What do you understand by the Term 'Electronic Transfer'? What are the different modes in using which funds can be transferred?
  
3. A) Highlight major problems of banking sector that were identified by Narsimham Committee -I during the decade of 1990s.  
B) Explain the term 'Customer'. State the Implications of various types of relations between the bank and the customer.
  
4. Write short notes on-
  - a) E-payments
  - b) Electronic Clearing System
  - c) Corporate Home Banking
  - d) Types of Marine Insurance policy on the basis of Insurance Interest

## **INTERNAL ASSESMENT**

Marks- 20

Duration- 1hr

1. Write short notes on- 2\*5
  - A) Types of Non-Life Insurance
  - B) Other forms of business in which banking company may engage in addition to general business
  
2. A) Explain the objective of IRDA under IRDA Act, 1999. Describe the composition of IRDA.  
  
B) Explain the advantages and disadvantages of 'Mobile Banking'. 2\*5

## MCQs

1. When banks accept a fixed sum of money from an individual for a definite term and pay on maturity with interest, the deposit is known as:
  - a) **Term Deposit**
  - b) Demand Deposit
  - c) Bond
  - d) Mortgage
2. The committee on financial sector reforms constituted in India:
  - a) Gadgil committee
  - b) Nariman committee
  - c) **Narasimham committee**
  - d) Shanna Committee
3. Which of the following statement is incorrect with regard to powers of RBI:
  - a) Holds cash reserve banks
  - b) Controls banking system through licensing
  - c) Supervises Banking system through inspection
  - d) **None of the above**
4. .... deposits generally do not carry any interest
  - a) Saving
  - b) Recurring
  - c) **Current**
  - d) Fixed
5. The combination of investment banking and commercial banking is called.....
  - a) Group banking
  - b) Unit banking
  - c) **Mixed banking**
  - d) none of these
6. Capital Adequacy Ratio is the ratio of Bank's capital to its .....
  - a) Fixed asset
  - b) **Risk assets**
  - c) Current assets
  - d) none of these
7. Which of the following term is not related to the Insurance Sector?
  - a) Indemnity
  - b) Coverage
  - c) Misuse Alert
  - d) **Annuity**

8. The Financial Sector Reforms did not suggest
- a) Reduction in SLR and CRR
  - b) Regulation of Interest Rates**
  - c) Entry to Private and Foreign Banks
  - d) Technological Advancement
9. Cash Reserve Ratio funds are kept by the banks as
- a) Cash in hand at Branches
  - b) Balance with the other Banks
  - c) Balance in a special account with the RBI**
  - d) Funds in Currency Chest
10. On the basis of Insurance Interest which of the following is marine insurance
- a) Hull Insurance
  - b) Cargo Insurance
  - c) Freight Insurance
  - d) All of the above**
11. NEFT refers to.....
- a. National Electronic Fund Transfer**
  - b. National Economic Fund Transfer
  - c. National Electronic Fee Transfer
  - d. none of these
12. Marine Insurance Act came into existence on .....
- a.1963**
  - b.1988
  - c.1948
  - d.1976
13. The Head office of IRDA is located at
- a. Mumbai
  - b. Delhi
  - c. Hyderabad**
  - d. Bangalore
14. IRDA stands for .....
- a. Insurance Restructuring and Development Authority
  - b. Industrial Development and development Authority
  - c. Insurance Regulatory and Development Authority
  - d. Insurance Refinancing and Development Authority
15. Which of the following is used for International Monetary Transfer?
- a. RTGS
  - b. NEFT
  - c. SWIFT**
  - d. None

16. Item that is not related with e-banking
- a. **Demand draft**
  - b. SPMS
  - c. ECS
  - d. ATM
17. KYC refers to.....
- a. **Know Your Customer**
  - b. Know Your Credit
  - c. Know Your City
  - d. Know Your Company
18. What is meant by development Oriented banking?
- a) Infrastructure financing
  - b) Extending loans to States, which are not developed
  - c) **Taking up the task of development of the economy by providing support to under privileged sections of the society**
  - d) All the above
19. \_\_\_\_\_directs the collecting banker that he needs to credit the amount of chequeonly to the account of the payee.
- a. General Crossing
  - b. **Restrictive Crossing**
  - c. Special Crossing
  - d. None
20. .... is the price paid by the insured for the risk undertaken by the
- a. Wages
  - b. **premium**
  - c. salary
  - d. compensation