

THIRD SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2015

(CUCBCSS—UG)

Core Course—Economics

ECO 3B 04—MODERN BANKING AND INSURANCE

Time : Three Hours

Maximum : 80 Marks

*Answer may be written either in English or in Malayalam***Part A***Answer all twelve questions.*

1. _____ is not a party of credit card?
 - (a) Issuing bank.
 - (b) Card holder.
 - (c) Retail outlet.
 - (d) Money lender.
2. _____ is a miscellaneous insurance?
 - (a) Marine.
 - (b) Crop.
 - (c) Fire.
 - (d) Personal accident.
3. Agreement + enforceability by law = _____ ?
 - (a) Contract.
 - (b) Premium.
 - (c) Company.
 - (d) Under writing.
4. _____ is not related to ATM ?
 - (a) Debit.
 - (b) Credit.
 - (c) Deposit.
 - (d) Bill.
5. Friendly coming together of two or more banks to form one unit is called _____ ?
 - (a) Mixing.
 - (b) Coalition.
 - (c) Merger.
 - (d) Association.
6. A plan for high worth individuals is _____ ?
 - (a) Jeevan pramukh.
 - (b) Jeevan kishore.
 - (c) Jeevan kamal.
 - (d) Jeevan anurag.

Turn over

7. Amount insured/Actual value of property \times Actual loss = _____ ?
- (a) Amount average. (b) Amount claim.
(c) Amount total. (d) Amount interest.
8. Insurance of insurance is _____ ?
- (a) Recurrence. (b) Larceny.
(c) Freight. (d) Reinsurance.
9. Insurance providing cover for financial loss associated with illness is _____ ?
- (a) Crop Insurance. (b) Health Insurance.
(c) Flood Insurance. (d) Property Insurance.
10. Medical Insurance policy that is available to people in the age group of 90 days to 75 years is _____ ?
- (a) Health card. (b) Health shield.
(c) Health policy. (d) Health arogya.
11. _____ plays a dominant role in the world commerce ?
- (a) Tele-cash. (b) Cyber-cash.
(c) Money-cash. (d) Fund-cash.
12. _____ involves insurance of ships ?
- (a) Cargo. (b) Freight.
(c) Hull. (d) Liability.

(12 \times $\frac{1}{2}$ = 6 marks)**Part B (Very Short Answer Type Questions)***Answer any ten questions*

13. What do you mean by surrender in insurance ?
14. What are the kinds of life insurance policies in India ?
15. Briefly explain the risk management and insurance.
16. Explain the e-banking system in India.
17. What do you mean by debit card ?
18. What are the achievements of ATM in India ?

19. Briefly explain the problems of Indian money market.
20. Explain the meaning of unit banking.
21. What do you mean by burglary insurance ?
22. What are the advantages of settlement of a claim ?
23. Briefly explain the features of medi-claim in India.
24. Explain the crop insurance in agriculture.

(10 × 2 = 20 marks)

Part C (Short Essay Questions)

Answer any six questions

25. What do you mean by development bank ?
26. What are the important credit cards in banking ?
27. Briefly explain the banking ombudsman in India.
28. Explain the difference between risk and uncertainty.
29. What do you mean by RTGS ?
30. What are the features of social banking ?
31. Briefly explain the problems of internet banking in India.
32. Explain the features of SFCs.

(6 × 5 = 30 marks)

Part D (Essay Questions)

Answer any two question.

33. Prepare a note on banking sector reforms in India.
34. Explain the nature and importance of life insurance in India.
35. Explain the functions of central bank of a country.
36. Explain the meaning, importance, evolution and development of insurance.

(2 × 12 = 24 marks)

THIRD SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2016

(CUCBCSS—UG)

Economics—Core Course

ECO 3B 04—MODERN BANKING AND INSURANCE

Time : Three Hours

Maximum : 80 Marks

*Answers may be written either in English or in Malayalam.***Part A***Answer all twelve questions.*

1. Powerful guilds of merchant bankers in existence were mentioned in _____ ?

(a) Arthasastra.	(b) Bible.
(c) Manusmrithi.	(d) Moute.
2. RBI Act was in the year _____ ?

(a) 1948.	(b) 1934.
(c) 1969.	(d) 1929.
3. "Jandhan Scheme" is for _____ ?

(a) Micro finance.	(b) Financial exclusion.
(c) Financial inclusion.	(d) Foreign collaboration.
4. _____ is a portable computer in one's pocket ?

(a) E-card.	(b) SMART card.
(c) Tele-card.	(d) Draw-card.
5. _____ is not applicable in the case of life insurance ?

(a) Good faith.	(b) Interest.
(c) Contribution.	(d) Subrogation.
6. _____ is an advantage of life insurance ?

(a) Premium.	(b) Protection.
(c) Nomination.	(d) Event.
7. _____ is an insurance plan for handicapped dependence ?

(a) Jeevan Pramukh.	(b) Jeevan Kishore.
(c) Jeevan Kamal.	(d) Jeevan Aadhar.

Turn over

8. _____ insurance is purchased by farmers ?
 (a) Liability. (b) Machinery.
 (c) Boiler. (d) Crop.
9. The amount of the retention of the direct insurance is _____ ?
 (a) Recurrence. (b) Larceny.
 (c) Freight. (d) Line.
10. In _____ case manual rates are used ?
 (a) Merit. (b) Life.
 (c) Health. (d) Group.
11. _____ are the biggest financial intermediaries ?
 (a) LIC. (b) GIC.
 (c) Banks. (d) UTI.
12. RBI introduced ECS in _____ ?
 (a) 1994. (b) 1974.
 (c) 1984. (d) 1964.

(12 × ½ = 6 marks)

Part B (Very Short Answer Type Questions)*Answer any ten questions.*

- 13 What do you mean by whole-life insurance ?
- 14 What are the features of insurance company operations in India ?
- 15 Briefly explain the features of personal accident insurance scheme ?
- 16 Explain the Burglary insurance ?
- 17 What do you mean by Fidelity guarantee insurance ?
- 18 What are the achievements of life insurance in India ?
- 19 Briefly explain the problems of internet banking in India ?
- 20 Explain the components of money market ?
- 21 What do you mean by ATM ?
- 22 What are the achievements of e-banking in India ?
- 23 Briefly explain the concept 'banker's bank' ?
- 24 Explain the concept e-purse ?

(10 × 2 = 20 marks)

Part C (Short Essay Questions)

Answer any six questions.

- 25 What do you mean by branch banking ?
- 26 What are the functions of RBI ?
- 27 Briefly explain the history of banking in India ?
- 28 Explain the difference between unit banking and mixed banking ?
- 29 What do you mean by consortium banking ?
- 30 What are the achievements of nationalisation of Commercial banks in India ?
- 31 Briefly explain the evolution of insurance in India ?
- 32 Explain the kinds of life insurance policies in India ?

(6 × 5 = 30 marks)

Part D (Essay Questions)

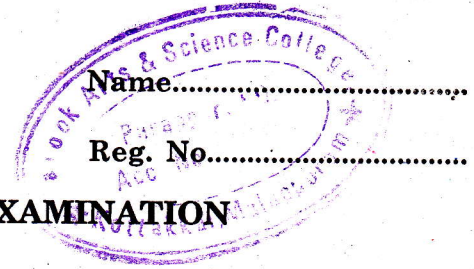
Answer any two questions.

- 33 Prepare a note on development banks in India ?
- 34 Explain the nature and importance of life insurance in India at present ?
- 35 Briefly explain the functions and progress of Commercial banks in India ?
- 36 Explain the nature and importance of recent developments in Indian banking ?

(2 × 12 = 24 marks)

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(Pages : 3)



**THIRD SEMESTER B.A. DEGREE EXAMINATION
NOVEMBER 2017**

(CUCBCSS—UG)

Economics

ECO 3B 04—MODERN BANKING AND INSURANCE

Time : Three Hours

Maximum : 80 Marks

Answers may be written either in English or in Malayalam.

Part A

*Answer all twelve questions.
Each question carries ¼ weightage.*

1. SIDBI was established in the year _____.
(a) 1980. (b) 1990.
(c) 1985. (d) 1995.
2. IBRD is Popularly known as _____.
(a) IMF. (b) Exchange Bank.
(c) SIDBI. (d) World Bank.
3. _____ Bank has been included in the Second Schedule of the Reserve Bank of India Act 1934.
(a) Commercial Banks. (b) Scheduled Banks.
(c) Central Banks. (d) None of these.
4. Which one is the controller of credit ?
(a) RBI. (b) Federal Bank.
(c) Union Bank. (d) Bank of India.
5. The rate at which Central Bank grant loans to the Commercial banks against the security is _____.
(a) Repo rate. (b) Reverse repo.
(c) Bank rate. (d) Discounting bills.
6. The apex institution in the financial system of a country is _____.
(a) Central bank. (b) State bank.
(c) National bank. (d) Federal bank.

Turn over

7. _____ is the biggest Private Sector bank.
- (a) ICICI. (b) IDBI.
(c) IFCL. (d) None of these.
8. Market for short term funds refers to _____.
- (a) Capital market. (b) Money market.
(c) Security market. (d) None of these.
9. Certificate of deposits are one of the instrument of _____.
- (a) Capital market. (b) Money market.
(c) Central Bank. (d) None of these.
10. NEFT is _____ payment system facilitating one to one fund transfer.
- (a) Nationwide. (b) State wide.
(c) Region wise. (d) District wise.
11. Continuous settlement of fond transfer is related to :
- (a) Real Time Gross Settlement. (b) Deferred Net Settlement.
(c) Capital Settlement. (d) None of these.
12. _____ Ensure the financial soundness of banks.
- (a) Capital adequacy ratio. (b) Labour adequacy ratio.
(c) Financial liabilities. (d) None of these.

(12 × ½ = 6 marks)

Part B (Very Short Answer Type Questions)

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

13. What are the kinds of Insurance ?
14. Explain the concept of Banker's bank.
15. What is meant by endowment ?
16. What are the features of Reinsurance ?
17. Explain the several system of banking.
18. What are the functions of E-banking ?
19. Explain credit cards and debit cards.
20. Explain the classification of risks.

21. Explain the concept of e-purse.
22. What are the features of life insurance ?
23. Explain non-performing assets.
24. Describe unorganized sector of money market.

(10 × 2 = 20 marks)

Part C (Short Essay Questions)

*Answer any six questions.
Each question carries 5 marks.*

25. What are the principles of risk insurance management ?
26. What are the functions of SFCs ?
27. Difference between mediclaim insurance and Personal accident insurance.
28. Explain the evolution of insurance in India.
29. What are the functions of Developmental banks in India ?
30. What are the instruments of money market ?
31. Explain need for security against risk management process.
32. What are the problems of E-banking ?

(6 × 5 = 30 marks)

Part D (Essay Questions)

*Answer any two questions.
Each question carries 12 marks.*

33. Explain major innovations in banking history.
34. Explain the structure of Money Market.
35. Explain risk management of life insurance companies.
36. Explain kinds of policies under Life Insurance in India.

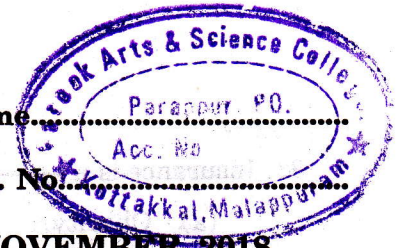
(2 × 12 = 24 marks)

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Name.....

Reg. No.....



THIRD SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2018

(CUCBCSS—UG)

Core Course

ECO 3B 04—MODERN BANKING AND INSURANCE

Time : Three Hours

Maximum : 80 Marks

Answers may be written either in English or in Malayalam.

Part A

Answer all twelve questions.

Each question carries ½ mark.

1. The institution which promote international trade :
(a) SFC. (b) ICICI.
(c) IDBI. (d) EXIM Bank.
2. The number of banks nationalized in 1980 :
(a) 10. (b) 14.
(c) 6. (d) 20.
3. The institution which promote agriculture and rural development :
(a) NABARD. (b) RRB.
(c) SIDBI. (d) IFCI.
4. Direct buying and selling of securities and bills in money market is called _____.
(a) Bank rate. (b) Moral suasion.
(c) Open market operations. (d) SLR.
5. Among the public sector banks _____ is the biggest bank.
(a) New Bank of India. (b) State Bank of India.
(c) ICICI. (d) Punjab National Bank.
6. The function of indigenous bankers is :
(a) To lend funds to public. (b) To accept funds from public.
(c) Both. (d) None of these.
7. _____ Bank is known as Banker's Bank.
(a) RBI. (b) Federal bank.
(c) Union bank. (d) Bank of India.

Turn over

8. Insurance is a _____.
- (a) Charity. (b) Gambling.
(c) A contract. (d) Discount.
9. Treasury bills are issued by :
- (a) RBI. (b) IMF.
(c) IBRD. (d) IFCI.
10. The method of banking in which customers conduct transaction through internet :
- (a) Mobile bank. (b) E-bank.
(c) E-commerce. (d) Tele banking.
11. NABARD was established in the year :
- (a) 1981. (b) 1982.
(c) 1983. (d) 1984.
12. _____ provide for payment only in the event of death before a certain date or age.
- (a) Term insurance. (b) Group insurance.
(c) Premium insurance. (d) None of the above.

(12 × ½ = 6 marks)

Part B (Very Short Answer Type Questions)

Answer any ten questions.

Each question carries 2 marks.

13. What are the features of Unit banking ?
14. What are the unorganized sectors of money market ?
15. What are the functions of EFTS ?
16. Distinguish between credit card and debit card.
17. What are the functions of consortium banking ?
18. What are the main features of RTGS ?
19. Explain the process of insurance company operations.
20. What are the kinds of policies under life insurance ?
21. Explain Different concepts of electronic purse.
22. What are the principles of insurance ?
23. What are the types of insurance organizations ?
24. Explain the functions of mixed banking.

(10 × 2 = 20 marks)

Part C (Short Essay Questions)

Answer any six questions.

Each question carries 5 marks.

25. Explain the brief history of banking.
26. What are the types of insurance ?
27. What are the functions of IDBI ?
28. What are the instruments of money market ?
29. Explain Banking sector reforms in India.
30. What are development banks ?
31. Explain the monetary functions of RBI.
32. What are the difference between unit banking and mixed banking ?

(6 × 5 = 30 marks)

Part D (Essay Questions)

Answer any two questions.

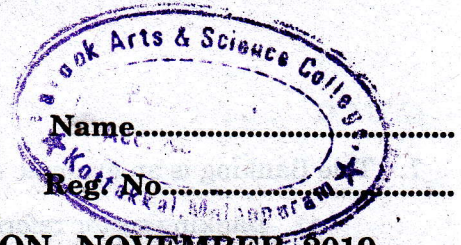
Each question carries 12 marks.

33. Explain recent trends in banking.
34. Explain major functions of Central bank.
35. What are effects of nationalization of commercial banks in India ?
36. Explain the components of money market in India.

(2 × 12 = 24 marks)

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(Pages : 3)



THIRD SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2019

(CUCBCSS—UG)

Economics

ECO 3B 04—MODERN BANKING AND INSURANCE

Time : Three Hours

Maximum : 80 Marks

Part A (Objective Type Questions)

Write all the twelve questions.

Each question carries ½ mark.

1. IRDA is the regulatory agency for :
 - a) Banking.
 - b) Share Market.
 - c) Insurance.
 - d) Securities Market.
2. Life Insurance Corporation of India (LIC) was established in :
 - a) 1990.
 - b) 1960.
 - c) 1991.
 - d) 1956.
3. Identify a money market instrument :
 - a) Certificate of Deposit.
 - b) Debentures.
 - c) Shares.
 - d) Equity shares.
4. An independent bank which does not have any connecting branch in other areas is :
 - a) Branch banking.
 - b) Unit banking.
 - c) Chain banking.
 - d) Mixed banking.
5. No more nationalization of private bank was a recommendation of :
 - a) Narasimham Committee.
 - b) Malhotra Committee.
 - c) Tarapore Committee.
 - d) Kelkar Committee.
6. The apex bank in industrial financing is :
 - a) ICICI.
 - b) IDBI.
 - c) IFCI.
 - d) SFC.

Turn over

7. Tele Banking is an example of :
- Banking sector reform.
 - Bank nationalization.
 - Banking services through Information Technology.
 - Merging of Banks.
8. Which short-term (up to one year) instrument is issued by government as a means of financing it's cash requirements ?
- ADR.
 - GDR.
 - Equity.
 - Treasury Bills.
9. Principle of Indemnity is generally applicable to :
- Life Insurance.
 - General Insurance.
 - Private Banking.
 - None of the above.
10. Identify a new generation bank :
- HDFC.
 - SBI.
 - Syndicate Bank.
 - South Indian Bank.
11. The following is NOT a secondary function of commercial bank :
- Clearing of Cheque.
 - Transfer of money.
 - Making advances.
 - Sale, purchase of shares/bonds.
12. Capital to Risk Weighted Asset Ratio (CRAR) was introduced in India in :
- 1992.
 - 1995.
 - 2005.
 - 2010.

(12 × ½ = 6 marks)

Part B (Very Short Answer Type Questions)

Write any ten questions.

Each question carries 2 marks.

- What is NPA ?
- What do you mean by Risk-Weighted Assets ?
- Write a brief note on IFCI.
- What is the importance of State Finance Corporations ?
- Write a note on the importance of insurance sector.

18. What do you mean by money market ?
19. Who are the participants in money market ?
20. What is moral hazard ?
21. What you mean by market risk ?
22. Distinguish between objective risk and subjective risk.
23. Distinguish between risk pooling and risk transfer.
24. Mention any two features of liability insurance.

(10 × 2 = 20 marks)

Part C (Short Essay Type Questions)

Write any six questions.

Each question carries 5 marks.

25. Explain the functions of insurance.
26. Distinguish between branch banking and unit banking.
27. What are the benefits of internet banking ?
28. Write a brief note on the functions of central bank.
29. Explain the primary functions of commercial bank.
30. What is consortium banking ? Explain its need and importance in a developing economy like India.
31. Write a brief note on the present NPA issue of the Indian public sector banks.
32. Explain the impacts of banking sector reforms introduced after 1991.

(6 × 5 = 30 marks)

Part D (Essay Type Questions)

Answer any two questions.

Each question carries 12 marks.

33. Explain the fundamental principles of insurance.
34. Discuss major life insurance services/ products offered by the insurance companies.
35. Explain the role of development banks in India.
36. Explain the recent trends in Indian banking services using developments in field of technology.

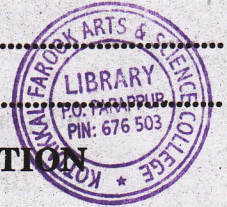
(2 × 12 = 24 marks)

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(Pages : 3)

Name.....

Reg. No.....



**THIRD SEMESTER (CUCBCSS—UG) DEGREE EXAMINATION
NOVEMBER 2020**

Economics

ECO 3B 04—MODERN BANKING AND INSURANCE

Time : Three Hours

Maximum : 80 Marks

Part A (Objective Type Questions)

Write all the twelve questions.

Each question carries ½ mark.

1. Money market refers to that part of the debt market where the maturity is :

- a) Less than 1 year.
- b) Less than 1 month.
- c) Less than 6 months.
- d) More than 1 year.

2. Identify a money market instrument :

- a) Shares.
- b) Debentures.
- c) Bonds.
- d) Treasury Bills.

3. The apex bank in industrial finance is :

- a) IFCI.
- b) RBI.
- c) MUDRA Bank.
- d) IDBI.

4. IRDA is the regulatory agency for :

- a) Banking.
- b) Tele-Banking.
- c) Insurance.
- d) Internet Banking.

5. The first nationalization of 14 banks were in the year :

- a) 1970.
- b) 1969.
- c) 1980.
- d) 1991.

6. The principle of Causa-Proxima is related to :

- a) Life Insurance.
- b) Medical Insurance.
- c) General Insurance.
- d) Commercial Banking.

Turn over

18. What are the features of property insurance ?
19. What do you mean by mediclaim policy ?
20. What is moral hazard ?
21. Distinguish between risk pooling and risk transfer.
22. What are the features of Indian money market ?
23. What is the role of RBI in call money market ?
24. What is social banking ?

(10 × 2 = 20 marks)

Part C (Short Essay Type Questions)

*Write any six questions.
Each question carries 5 marks.*

25. Distinguish between branch banking and unit banking.
26. What are features of treasury bills ?
27. What are the types of advances offered by the commercial banks ?
28. Describe the scope of motor insurance.
29. What are the features liability insurance ?
30. What are the principal contingencies in life insurance ?
31. What is the importance of State Finance Corporations ?
32. What are the benefits of internet banking ?

(6 × 5 = 30 marks)

Part D (Essay Type Questions)

*Answer any two questions.
Each question carries 12 marks.*

33. Write a brief note on the present NPA issue of the Indian public sector banks.
34. Explain the role of development banks in India.
35. Write a note on the risks management operations of insurance companies.
36. Describe the basic principles of insurance.

(2 × 12 = 24 marks)

D 31667

(Pages : 4)

Name.....

Reg. No.....

**THIRD SEMESTER (CUCBCSS—UG) DEGREE EXAMINATION
NOVEMBER 2022**

Economics

ECO 3B 04—MODERN BANKING AND INSURANCE

(2017—2018 Admissions)

Time : Three Hours

Maximum : 80 Marks

Part A (Objective Type Questions)*Answer all twelve questions.**Each question carries ½ mark.*

1. NEFT stands for :
 - a) National Electronic Finance Transfer.
 - b) National Electronic Funds Transfer.
 - c) National Economic Finance Transfer.
 - d) Net Electronic Funds Transfer.
2. Who is the chairperson of the Monetary Policy Committee of India ?
 - a) The President of India.
 - b) The Finance Minister.
 - c) The Prime Minister.
 - d) RBI Governor.
3. How many nationalized banks are there in India as of July 2020 ?
 - a) 12.
 - b) 16.
 - c) 19.
 - d) 22.
4. General insurance does not cover :
 - a) Fire insurance.
 - b) Marine insurance.
 - c) Life insurance.
 - d) Travel insurance.

Turn over

5. The term 'risk' includes :
- Damage to machinery and property.
 - Impact on the health or life of a person.
 - Effect on the healthy life of the neighbourhood.
 - All of the above.
6. Industrial Finance Corporation of India was formed in :
- 1947.
 - 1948.
 - 1951.
 - 1964.
7. A contract between a policy holder and insurance company is called :
- Annuity.
 - E-purse.
 - Hedging.
 - Reinsurance.
8. Identify the correct statement/s related to treasury bills :
- The treasury bills are issued by the Central Government and known to be one of the safest money market instruments available.
 - Treasury bills carry zero risk, so the returns are not attractive.
 - Treasury bills come with different maturity periods.
 - All the above.
9. The Commercial Banks in India are governed by :
- Reserve Bank of India Act, 1934.
 - Indian Companies Act, 1956.
 - Indian Banking Regulation Act, 1949.
 - Securities and Exchange Board of India Act, 1993.
10. Insurance helps to :
- Prevent adverse situations from occurring.
 - Reduce the financial consequences of adverse situations.
 - Negate all consequences of adverse situations.
 - Make assets continuously productive.

27. Compare insurance and reinsurance.
28. What are the major benefits of health insurance.
29. Examine the functions of commercial banks in India.
30. What are the instruments of money market ?
31. Explain the role of IFCI and IDBI as development banks in India.
32. Differentiate between unit banking and branch banking. Identify the advantages of branch banking.

(6 × 5 = 30 marks)

Part D (Essay Type Questions)

Answer any two questions.

Each question carries 12 marks.

33. Explain important principles of insurance. Discuss the importance of insurance as a security against economic difficulties.
34. Explain the traditional and promotional functions of the Reserve Bank of India.
35. Narrate milestones in banking sector reforms in India. Discuss the major recommendations of Narasimham Committee as part of banking sector reforms.
36. Distinguish between risk and uncertainty. What are the major types of risk management ?

(2 × 12 = 24 marks)