

Banking and Insurance

Sem 1

Module 1

I. Short Answers (2 marks each)

1. Define Bank.
2. What is a commercial bank?
3. What are industrial banks?
4. What is an agricultural bank?
5. What is savings bank?
6. What are exchange banks?
7. What is a central bank?
8. What is World Bank?
9. What is a public sector bank?
10. Name any four public sector banks.
11. What is a private sector bank?
12. Name three new generation banks.
13. What is a foreign bank?
14. Name any three foreign banks functioning in India.
15. What is a licensed bank?
16. What is branch banking?
17. What is unit banking?
18. What is correspondent bank?
19. What is group banking?
20. What is chain banking?
21. What is investment banking?
22. What is mixed banking?
23. What is Islamic banking?
24. What is Mudra Bank?
25. What is a term deposit?

26. What is a recurring deposit?
27. What is term loan?
28. What is money at call and short notice?
29. What is bridge loan?
30. What is bank rate?
31. What is CRR?
32. What is SLR?
33. What is credit rationing?
34. What is Moral Suasion?

II. Descriptive Answers (5 marks each)

1. What are the features of Banks?
2. Write a note on 'Nationalisation of Banks'.
3. What were the objectives of Bank Nationalisation?
4. Explain scheduled and non-scheduled banks.
5. Write a note on Women's Banking.
6. Explain the agency services rendered by commercial banks.
7. Explain the general utility services rendered by commercial banks.
8. What are the factors affecting credit creation by commercial banks?
9. Write a note on central bank.
10. What do you mean by open market operations?
11. Explain Repo and Reverse Repo.
12. Which are the qualitative credit control measures adopted by RBI?

III. Long Essays (15 marks each)

1. Explain the origin and evolution of Banks.
2. Briefly describe the classification of Banks.
3. What is a commercial bank? Explain the functions of commercial banks.
4. Explain the process of credit creation by commercial banks.
5. What is a central bank? Explain the origin and history of RBI.
6. Explain the functions of RBI.
7. What do you mean by Credit Control? Which are the methods of credit control adopted by RBI?

8. Explain the Banking Ombudsman Scheme.

Module 2

I. Short Answers (2 marks each)

1. What is social banking?
2. What is hi-tech banking?
3. What is ATM?
4. What is CDM?
5. What is Telephone banking?
6. What is Mobile Banking?
7. What is ECS?
8. What is ECS Credit?
9. What is ECS Debit?
10. What is MICR?
11. What is EFT?
12. What is NEFT?
13. What is IFSC?
14. What is RTGS?
15. What is SWIFT?
16. What is Core Banking Solutions?
17. What is Cheque Truncation System?
18. What is a debit card?
19. What is a credit card?
20. Name the parties in Credit Card transactions.
21. What is CIBIL?
22. What is PMJDY?

II. Descriptive Answers (5 marks each)

1. Write a short note on e-banking.
2. What are the features of e-banking?

3. Which are the e-banking services?
4. Write a short note on e-banking in India.
5. Explain the types of e-banking.
6. What are the security precautions in e-banking?
7. Give any 4 advantages of electronic banking.
8. Give any 4 limitations of e-banking.
9. What is ATM? What are its advantages?
10. Write a short note on CDM.
11. Which are the mobile banking services available?
12. Explain the precautions in mobile banking.
13. What is ECS? Which are the types of ECS?
14. What is EFT? What are the features of EFT?
15. What is NEFT? What are the features of NEFT?
16. Explain the process of NEFT.
17. What are the features of RTGS?
18. Explain the functioning of RTGS.
19. Distinguish between NEFT and RTGS.
20. Write a note on SWIFT. What are the features of SWIFT?
21. What are the advantages of Core Banking?
22. What is CTS? Explain the advantages of CTS.
23. Write a note on KYC.
24. Explain 'Prudential Norms'.
25. What is 'Capital Adequacy Norms'?
26. What is 'Capital Adequacy Ratio'?
27. What is non-performing assets?
28. What are the reasons for NPA?
29. Explain gross and net NPA?
30. What is NBA?
31. Explain Basel Norms.
32. What is a small finance bank?
33. What is a payment bank?

III. Long Essays (15 marks each)

1. What is e-banking? Explain the advantages and limitations of e-banking.
2. What is mobile banking? Explain the features and advantages of mobile banking.
3. Explain the Banking Sector Reforms in India.
4. What is financial inclusion? Explain the role of RBI in financial inclusion.

Module 3

I. Short Answers (2 marks each)

1. Who is a banker?
2. Who is a customer?
3. What is garnishee order?
4. What is banker's general lien?
5. What is savings account?
6. What is current account?
7. What is recurring deposit account?
8. What is fixed deposit account?
9. What is FCNR deposit account?
10. What is NRO deposit account?
11. What is NRE account?
12. What is a cheque?
13. Define cheque.
14. What is a bearer cheque?
15. What is an account payee cheque?
16. What is an ante-dated cheque?
17. What is stale cheque?
18. What is a mutilated cheque?
19. What is general crossing?

20. What is special crossing?
21. What is not negotiable crossing?
22. What is account payee crossing?
23. What is double crossing?
24. What do you mean by opening of crossing?
25. What is a traveler's cheque?
26. What is MICR cheque?
27. What is meant by marking of cheque?
28. What is electronic cheque?
29. What is endorsement?
30. What is blank endorsement?
31. What is full endorsement?
32. What is conditional endorsement?
33. What is sans recourse endorsement?
34. What is facultative endorsement?
35. What is san frais endorsement?
36. What is partial endorsement?
37. What is payment in due course?

II. Descriptive Answers (5 marks each)

1. What are the privileges of a banker as a debtor?
2. Explain the obligations of a banker to maintain secrecy regarding customer's account.
3. What are the precautions to be taken by a banker while disclosing customer's information?
4. What are the exceptions to the right of general lien?
5. Write a note on banker's right of set-off.
6. What is meant by banker's right of appropriation?
7. What are the features of savings account?
8. What are the features of current account?
9. Give any 4 features of recurring deposit accounts.

10. What are the features of fixed deposit account?
11. What are the features of NRE account?
12. What are the features of a valid cheque?
13. Who are the parties to a cheque?
14. What are the advantages of a cheque?
15. What is general crossing? What is its significance?
16. What is special crossing? What is its significance?
17. Distinguish between general and special crossing.
18. What is meant by wrongful dishonour of a cheque?
19. What is the liability for wrongful dishonour of cheque?
20. What are the requisites of a valid endorsement?

III. Long Essays (15 marks each)

1. Explain the banker customer relationship.
2. What are the obligations or duties of a banker?
3. Explain the rights of a banker.
4. Elaborate the different types of bank accounts.
5. What is a cheque? Explain the different types of cheque.
6. What is crossing of cheque? Explain the different types of crossing.
7. What do you mean by dishonour of cheque? What are the circumstances under which a cheque can be dishonoured?
8. What is endorsement? Explain the different types of endorsement.

Module 4

I. Short Answers (2 marks each)

1. What is Risk?
2. Explain Pure risk and Speculative risk.
3. What is insurance?
4. Define insurance.
5. What is 'Uberrima fidei'.

6. What is 'principle of mitigation of loss'?
7. What is 'causa proxima'?
8. Explain insurance and assurance.
9. What is double insurance?
10. Explain the composition of IRDA.
11. What is Bancassurance?

II. Descriptive Answers (5 marks each)

1. Explain the characteristics of insurance.
2. What are the benefits of insurance to individuals?
3. Explain the benefits of insurance to business.
4. What are the benefits of insurance to society?
5. Explain the primary functions of insurance.
6. What are the secondary functions of insurance?
7. Explain the principle of 'utmost good faith'.
8. What do you mean by 'insurable interest'?
9. Explain the principle of indemnity.
10. What is 'subrogation'?
11. Explain the principle of 'contribution' in insurance.
12. Explain the principle of 'proximate cause' in insurance.
13. Distinguish between insurance and assurance.
14. What is IRDA?
15. Which are the business models of Bancassurance?
16. What are the advantages of Bancassurance?

III. Long Essays (15 marks each)

1. Explain the history and evolution of insurance.
2. What is insurance? Explain the need and importance of insurance.
3. Explain the functions of insurance.
4. Explain the principles of insurance.
5. Write a note on 'insurance industry in India'.

6. What is IRD? Explain the duties, powers and functions of IRDA.
7. Explain the insurance sector reforms in India.

Module 5

I. Short Answers (2 marks each)

1. What is life insurance?
2. What is insurable interest?
3. What is meant by 'Utmost Good Faith'?
4. What is 'Causa Proxima'?
5. What is Aleatory Contract?
6. What is unilateral contract?
7. What is conditional contract?
8. What is contract of Adhesion?
9. What is 'Level Term Insurance Policy'?
10. What is Increasing Term Insurance?
11. What is double endowment policy?
12. What is anticipated endowment policy?
13. What is special endowment policy?
14. What is Lump Sum Policy?
15. What is conditional assignment?
16. What is absolute assignment?
17. What is surrender value?
18. What is paid-up value?
19. What is foreclosure?
20. What is freight insurance?
21. What is liability insurance?
22. What is a voyage policy?
23. What is a valued policy?
24. What is a floating policy?
25. What is port policy?

26. What is blanket policy?
27. What is block policy?
28. What is currency policy?
29. What is special declaration policy?
30. What is 'at and from clause'?
31. What is 'sue and labour clause'?
32. What is 'warehouse to warehouse clause'?
33. What is 'touch and stay clause'?
34. What is 'Inchmaree Clause'?
35. What is Jettison?
36. What is 'Memorandum Clause'?
37. What is 'lost and not lost clause'?
38. What is arbitration clause?
39. What is motor insurance?
40. What is third party insurance?
41. What is comprehensive insurance?
42. What is burglary insurance?
43. What is reinsurance?
44. What is proportional re-insurance?
45. What is group insurance?

II. Descriptive Answers (5 marks each)

1. What do you mean by assignment and nomination?
2. What is a Term Insurance Policy?
3. What is decreasing term insurance?
4. What is a whole life policy?
5. What is an endowment policy?
6. How insurance policies are classified on the basis of premium?
7. Explain with-profit and without profit policies.
8. What is money back policy?
9. What is an Annuity?

10. Explain 'Riders' in Life policies.
11. What is assignment in Life Insurance'?
12. What is 'Nomination'?
13. Write a note on 'Surrender of Policy'.
14. Distinguish between surrender and paid up policy.
15. What is Hull Insurance?
16. What is cargo insurance?
17. Explain any 4 policy conditions in Marine Insurance.
18. Explain any 4 Clauses in Marine Insurance.
19. What is Fire Insurance?
20. What are the conditions in fire insurance?
21. What is the scope of fire policy?
22. What are the features of fire insurance?
23. What is insurer's right after fire?
24. What is the significance of motor insurance?
25. Which are the different types of motor insurance?
26. What is health insurance?
27. Which are the different types of health insurance policies?
28. What is personal accident insurance?
29. What are the features of personal accident insurance?
30. What are the objectives of reinsurance?
31. Which are the different types of reinsurance?

III. Long Essays (15 marks each)

1. What is Life Insurance? Explain the origin and history of insurance.
2. Explain the features of Life Insurance.
3. What is Life Insurance? What are the benefits of Life Insurance?
4. Explain the different types of Life Insurance policies.
5. What is an endowment policy? Explain the different types of endowment policies.
6. Explain the policy conditions in Life Insurance.

7. What is Marine Insurance? Explain the scope of Marine Insurance.
8. Explain the different types of Marine Policies.
9. Explain the policy conditions and Clauses in Marine Insurance.
10. What is Fire Insurance? Explain the policy conditions in fire insurance.

MAHATMA GANDHI UNIVERSITY
Model Question Paper
FIRST SEMESTER B.COM DEGREE PROGRAMME EXAMINATION
(Common for Model-I, Model-II (Vocational) and UGC Sponsored Programme)

Time: Three Hours

Maximum Marks: 80

Answers may be written either in English or in Malayalam.

BANKING AND INSURANCE

Section A

Answer any 10 questions.
Each question carries 2 marks

1. What are industrial banks?
2. What is money at call and short notice?
3. What is SLR?
4. What is CIBIL?
5. What is RTGS?
6. What is double crossing?
7. What is full endorsement?
8. What is 'principle of mitigation of loss?'
9. What is Bancassurance?

10. What is 'Level Term Insurance Policy?
11. What is paid-up value?
12. What is proportional re-insurance?

(10x2=20)

Section B

**Answer any 6 questions.
Each question carries 5 marks**

13. Explain Repo and Reverse Repo.
14. Write a note on Women's Banking.
15. Give any 4 advantages of electronic banking.
16. What is CTS? Explain the advantages of CTS.
17. What are the precautions to be taken by a banker while disclosing customer's information?
18. What is meant by wrongful dishonour of a cheque?
19. Explain the primary functions of insurance.
20. Explain any 4 policy conditions in Marine Insurance.
21. Which are the different types of motor insurance?

(6x5=30)

Section C

**Answer any 2 questions.
Each question carries 15 marks.**

22. What do you mean by Credit Control? Which are the methods of credit control adopted by RBI?
23. What is financial inclusion? Explain the role of RBI in financial inclusion.
24. What is IRD? Explain the duties, powers and functions of IRDA.
25. What is an endowment policy? Explain the different types of endowment policies.

(2x15=30)

