

20/3/24 ASKT

DURATION: - 2½ hrs

FYBCSE- 511051223 - EMFS (10)

MARKS:- 75

Note: - (1) All questions are compulsory.

(2) All questions carry equal marks.

(3) Figures to the right indicates full marks

- Q.1) **Fill in the blanks with appropriate words :- (Any 8)** CO1,2-R 8M
- 1) Which of the following is a public sector bank?
a) HDFC b) Central Bank c) Yes Bank d) Bank of Baroda
 - 2) _____ means any company which transacts the business of banking in India.
a) Banking b) Banker c) Customer d) Banking Company
 - 3) The CRR is maintained in the form of _____
a) Cash balance with banks b) Cash Balance with RBI c) Cash Balance with branches d) Cash Balance with banks & RBI
 - 4) Insurance is a protection against _____ loss arising on the happening of an unexpected event
a) Financial b) Accidental c) Normal d) Abnormal
 - 5) Which is not the channel of insurance company?
a) Agents b) Brokers c) Stockbroker d) Bancassurance
 - 6) Operational risk is the risk of loss arising from various types of _____
a) Human error b) Failed system and procedures in bank
c) Breakdown in international controls d) All of this
 - 7) ALM is recognised in India as a _____
a) Strategic approach b) Turn around approach c) Systematic approach
d) None of these
 - 8) The primary legislation that deals with insurance business in India is _____
a) Insurance Act, 1938 b) Insurance regulatory and development authority Act, 1999
c) Both insurance Act and IRDA Act d) LIC of India Act
 - 9) The RBI is the banker to the government when it _____
a) Controls the credit b) Advises the government c) Issues loans and treasury bills on behalf of the government d) None
 - 10) Which of the following instruments are traded on stock exchange?
a) Bank deposits b) Shares c) Venture capital d) Insurance policies
- Q.2) **State whether following statements are True or False(Any 7)** CO1,2-R 7M
- 1) Rupay is a debit card issued by the national payment Corporation of India.
 - 2) Banks are in dispensable part in a modern developing society
 - 3) In any insurance contract, the insurable interest is immaterial
 - 4) Risk reduction is not possible in insurance sector
 - 5) All banks have risk management committee
 - 6) Credit risk management is the primary challenges for banks
 - 7) The RBI has the monopoly rights to issue all currency notes

- 8) Bancassurance is an arrangement whereby branches of insurance companies distribute to their customers as corporate agents, banking products developed by banks.
- 9) SIDBI was set up in October 1989 for the purpose to provide finance to small scale industries.
- 10) No company other than a banking company shall use as a part of its name any of the words, bank, banker or banking in India.

Q.2 a) Explain the structure of financial system CO1-U 8M
 Q.2 b) What are financial instruments? CO1-R 7M

OR

Q.2 c) Explain the functions of commercial banks? CO1,2-R 8M
 Q.2 d) What are the various functions of IFCI? CO1-R 7M

Q.3 a) What is the significance of banking? CO1-U 8M
 Q.3 b) Explain the functions of insurance. CO2-R 7M

OR

Q.3 c) Explain the role of commercial bank CO1,2-U 8M
 Q.3 d) What are the various functions of banking companies CO1,2-U 7M

Q.4 a) Explain the objectives of ALM (asset liability management) CO1,2-U 8M
 Q.4 b) What is the process of risk management? CO1-R 7M

OR

Q.4 c) Explain the types of risk in the business organisation CO1,2-R 8M
 Q.4 d) What are the benefits of risk management in insurance? CO2-U 7M

Q.5 a) What are the various departments of RBI? CO2-U 8M
 Q.5 b) Explain the powers and functions of IRDA CO1-R 7M

OR

Q.5 c) Write Short Note :- (Any Three) CO1,2-R/U 15M

- 1) Scope of a ALM
- 2) Classification of NPAs
- 3) Features of financial services
- 4) Life insurance act, 1956.
- 5) Importance of risk management
