

PARUL UNIVERSITY
FACULTY OF MANAGEMENT
MBA Summer 2018 - 19 Examination

Semester: 4
Subject Code: 06201253
Subject Name: Banking & Insurance

Date: 26/04/2019
Time: 10:30 am to 01:00 pm
Total Marks: 60

Instructions

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

Q.1 Do as Directed.**A).Multiple choice type questions/Fill in the blanks. (Each of 1 mark) (05)**

1. What is the full form of CRR?

a) Cash Reserve Rate	c) Cash Reserve Ratio
b) Cash Recession Ratio	d) Core Reserve Rate
- 2 Which organization provides credit history of the borrowers?

a) CIBIL	c) CII
b) FRBI	d) IRDA
- 3 Which organization provides guarantee to the exporters?

a) EXIM Bank	c) Export Credit Guarantee Corporation
b) Reserve Bank of India	d) Registrar of companies
- 4 Which one of the following does not belong to the main products of life insurance?

a) Endowment	c) Personal accident insurance
b) Term	d) Whole life
- 5 The reason for charging level premium is _____

a) Risk increases as age increases.	c) It is convenient to the policy holder.
b) It is convenient to the insurer.	d) All of the above reasons.

B).Define the following. (Each of 1 mark) (05)

1. Statutory liquidity ratio (SLR)
2. Real Time Gross Settlement (RTGS) System:
3. Annuity:
4. Endowment Insurance
5. Subrogation:

C).Direct questions. (Each of 1 mark) (05)

1. What is Quantitative easing and tapering?
2. What is Electronic Clearing Service provided by banks?
3. CAMELs rating system
4. What is underwriting of risk?
5. What is an insurable interest?

Q.2 Answer the following questions.

A). Explain different modes of creating charges on assets. (07)

B). Explain difference between Credit Card & Debit Card. (08)

Q.3 Answer the following questions.

A). Discuss briefly fundamental principles of insurance. (07)

B). Explain NPA management strategies of the Banks in India. (08)

Q.4 Attempt any two questions. (Each of 7.5 mark) (15)

1. Explain briefly types of banks in India.
2. What are the types of risks encountered by Banks? Explain components of risk management.
3. Explain advantages and limitations of Insurance.
4. Distinguish between Wagering and Insurance Contract