

M3FS1122

SYBMS  
Semester - III  
Finmce 15.11.2022

Fin - Basics Financial  
Services

Duration: - 2 hrs 30 mins

Total Marks: - 75

- Notes: -
1. All questions are compulsory subject to internal choice.
  2. Figures to the extreme right indicate full marks.

Q.1.A. State whether following statements are True or False. (Any 8)

08

1. Credit creation is the function of RBI.
2. Expense Ratio = Average Value of Portfolio / Expense
3. AMC of the mutual fund must have a net worth of at least Rs 100 crores at all times.
4. Fire Insurance covers visible flames.
5. LIC is the 2<sup>nd</sup> largest insurance company in India.
6. Principle of Indemnity means an exact financial compensation for an insured loss, no more no less.
7. Authorized Capital is the maximum capital up to which the bank is empowered to raise capital by Articles of Association.
8. All nationalized banks & almost all the private sector banks are commercial scheduled banks in India.
9. Cash Credit is an arrangement under which the borrower opens an account with the bank.
10. Double Insurance is insurance for insurance companies.

Q.1.B. Match the Columns. (Any 7)

07

Column A	Column B
1. Risky Capital	a. New Issue Market
2. Punjab National Bank	b. Extension of Indemnity
3. Maximum Capital	c. Subject Matter
4. IRDA	d. Value Added
5. Subrogation	e. Twice the sum amount
6. Primary Market	f. 1894
7. Double Accident	g. Venture Capital
8. UTI	h. 2000
9. Insurable Interest	i. Authorized Capital
10. Alpha	j. 1963

**Q.2.A.** What is the meaning of Financial Services? Explain its characteristics. 08

**Q.2.B.** What is the meaning of Capital Market? What is the role of capital market? 07

**OR**

**Q.2.** Write a note on SEBI & mention the achievements of SEBI. 15

**Q.3.** Describe NPAs. 15

**OR**

**Q.3.** Write a descriptive note on ICICI. 15

**Q.4.A.** What is the meaning of Insurance? Explain the Principles of Insurance. 08

**Q.4.B.** What is Mutual Fund? Write the advantages of mutual fund. 07

**OR**

**Q.4.** What is Life Insurance? What are the types of Life Insurance Products? 15

**Q.5.A.** What is the meaning of Marine Insurance? Write the types of Marine Insurance 08

**Q.5.B.** Explain Liabilities Structure in Balance Sheet of Banks. 07

**OR**

**Q.5. Write Short Notes (Any 3)** 15

1. Risks faced by Banks

2. Reinsurance

3. SEBI

4. Evaluation of Mutual Funds by NAV

5. Capital Market