

I1EM1019

Marks: 75

Duration: 2 ½ hrs

Note: 1. All questions are compulsory

2. Figures to the right indicate full marks

Q.1 A Fill in the blanks with correct alternative. (any eight) 08

- 1 _____ regulates the investment of funds by insurance companies.
(RBI , IRDA , IDBI)
- 2 Insurance Act was passed in _____ and brought into force from 1st July 1939.
(1937 , 1938 , 1939)
- 3 _____ provides refinance assistance to SFCs and SIDCs under capital scheme.
(IDBI , SIDBI , ICICI)
- 4 _____ insurance forms the lifeline to several commerce and trade activities.
(Life , General , Medical)
- 5 Commercial papers are sold at _____ and redeemable at its face value.
(Par , Discount , Premium)
- 6 Depositing the lumpsum amount known as _____
(Fixed deposit account , Current deposit account , Recurring deposit account)
- 7 _____ is a financial arrangement that contributes the cost of unexpected losses.
(Bank , Insurance , Financial markets)
- 8 A substandard Asset is one which remained NPA for a period of less than or equal to _____
(6 months , 12 months , 90 days)
- 9 RBI was established in the year _____
(1930 , 1935 , 1936)
- 10 IRDA act was passed in the year _____
(1998 , 1999 , 2000)

Q.1 B Write True or False (any seven) 07

- 1 Operation risk is a risk arising out of human error.
- 2 Legal risk is the non financial risk.
- 3 NPA means Non Performing Asset.
- 4 RBI is an apex financial institution.
- 5 The first insurance company started in Kolkata.
- 6 Bills payable is one of the floating funds.
- 7 Gap analysis is used to analyse interest rate risk.
- 8 One of the main objectives of ALM is to control liquidity risk.
- 9 The RBI issued ALM guidelines on Oct 21, 1991.
- 10 RuPay is a Debit card issued by the National Payment Corporation of India.

Q.2	A	Explain the financial services.	08
	B	What is Bank and explain the need for bank ?	07
		OR	
	C	Define commercial bank and explain its functions.	08
	D	What are the objectives of Insurance?	07
Q.3	A	Explain the structure of Indian financial system	15
		OR	
	B	What are the fundamental principles of Insurance.?	08
	C	Explain the Role of RBI.	07
Q.4	A	Write down the recommendations of Narasimhan committee.	08
	B	What is risk and explain its type?	07
		OR	
	C	Explain all three pillars of Basel II Accord.	08
	D	Explain the advantages of Bancassurance.	07
Q.5	A	What are the functions of IRDA?	08
	B	Explain the Assets liability management.	07
		OR	
Q.5		Write short note(any three)	15
	1	Difference between CRR and SLR.	
	2	Difference between Reinsurance and Double insurance.	
	3	Credit card.	
	4	Primary and secondary functions of insurance.	
	5	Objectives of Mergers and Acquisition.	
