

Exam. Code : 108504

Subject Code : 2202

**B.Com. 4th Semester**

**PRINCIPLES AND PRACTICES OF BANKING AND  
INSURANCE**

**Paper : BCG-405**

Time Allowed—3 Hours]

[Maximum Marks—50

**SECTION-A**

**Note :-** Attempt any **TEN** questions. Each question carries 1 mark. Answer to each question should not exceed 5 lines.

1. Short answer type questions :

- (a) Define a scheduled bank.
- (b) Discuss the advantages of retail banking.
- (c) Explain the scope of assets liability management.
- (d) Explain the principle of subrogation.
- (e) What is bank rate and reverse repo rate ?
- (f) What is double insurance and reinsurance ?
- (g) What are the risks involved in E-banking or internet banking ?
- (h) Explain CRR and SLR with recent percentage.
- (i) Describe the NEFT system.
- (j) What is liability insurance ?
- (k) Define Mutual Funds.
- (l) Why banks are using the concept of merger ?

1×10=10

## SECTION-B

**Note :-** Attempt any **TWO** questions. Each question carries 10 marks.

2. What do you mean by banking system ? Explain its types in detail.
3. What are open market operations ? Discuss the assumptions, objectives and limitations of open market operations.
4. What are the essential elements of E-banking ? Explain them briefly.
5. Discuss the impact of reforms in Indian banking. What are the challenges ahead ? 2×10=20

## SECTION-C

**Note :-** Attempt any **TWO** questions. Each question carries 10 marks.

6. Discuss the powers, duties and scope of IRDA.
7. Explain the various principles of insurance.
8. Explain the origin and growth of non life insurance in India.
9. Why insurance sector is opened for private players ? Discuss the steps taken by government in this regard. 2×10=20