



F.M.R.S

11.2.20

Time : 2.30 hours

Marks : 75

Q1.a) Fill in the blanks (Any 8 out of 10)

(8)

1. Commercial papers are sold at _____ and redeemable at its face value.
(discount, par, premium)
2. An overdraft facility is offered to _____ holder. (saving account, current account, recurring account)
3. The SLR cannot be less than _____% of demand and time liabilities of a bank.
(20%, 3%, 4%, 5%)
4. The Indian banking system is regulated by _____ (RBI Act 1934; banking regulation act, 1949, both , ministry of finance)
5. _____ is the first step in the process of risk management.(risk identification, risk management, risk evaluation)
6. A bill market is a market for _____ bills.(short term, long term, current term)
7. The RBI is the banker to the government when it _____.(controls the credit, advises the government, issues loans and treasury bills on the behalf of the government)
8. One of the main objective of ALM is to control _____ risk.(liquidity, market, interest)
9. _____ liability will be shown under the balance sheet(current liability, quick liability, loan, contingent liability)
10. _____ is a financial arrangement that redistributes the cost of unexpected losses.
(insurance, bank, financial institution, financial markets)

Q1.b) Match the following (any 7 out of 8)

(7)

A	B
RBI	Compensate for loss and no profit
NABARD	Overdraft facility
Recurring Account	Central Institution for financing Agricultural and Rural Sectors
Indemnity	IDBI
Current account	1935
Banacassurance	Capital Adequacy Ratio
Development bank	Axis Bank
Private bank	Deposit of fixed amount at regular interval

Q2 a) Define bank. What is the need for banks?

(8)

Q2 b) What is insurance? What are the objectives of insurance?

(7)

OR

Q2.c) Indian financial system comprises of four pillars. Explain.

(8)

Q2.d) Explain the functions of RBI.

(7)

Q3.a) What are Commercial Banks? Explain functions of Commercial Banks. (8)
Q3.b) Write in brief on the fundamental principles of insurance? (7)
OR

Q3.c) Write a note on mergers and acquisition. (8)
Q3.d) Write a note on role of Reserve Bank of India. (7)

Q4.a) Explain risk in insurance business. What are the different types of risks? (8)
Q4.b) Briefly explain the powers and function of IRDA. (7)

OR
Q4.c) What is Bancassurance? What are the advantages of Bancassurance? (8)
Q4.d) Explain ALM and the functions of ALM. (7)

Q5.a) What is NPA? Explain the provision for NPA. (8)
Q5.b) Write a note on recommendations of Narsimham committee report, 1991. (7)

OR
Q5.c) Short Notes (Any 3 out of 5) (15)

1. Venture Capital
2. Financial Services
3. Commercial Paper
4. Non- financial Risk
5. Indemnity