

Roll No



**PRESIDENCY UNIVERSITY
BENGALURU**

**SCHOOL OF COMMERCE
MID TERM EXAMINATION - MAY 2023**

Semester : Semester II - 2022 - 23 - BCH - 2022

Course Code : SOC2002

Course Name : Sem II - SOC2002 - Banking and Insurance

Program : B.Com. Honors

Date : 22-MAY-2023

Time : 2.00 PM - 3.30 PM

Max Marks : 50

Weightage : 25%

Instructions:

- (i) Read all questions carefully and answer accordingly.*
- (ii) Question paper consists of 3 parts.*
- (iii) Scientific and non-programmable calculator are permitted.*
- (iv) Do not write any information on the question paper other than Roll Number.*

1. Interest on fixed deposit is compounded-----
 - a) Monthly (CO1) [Knowledge]
 - b) Quarterly
 - c) Half yearly
 - d) Annually
2. It is a financial entity which belongs to its members, who are at the same time the owners and the customers of their bank. Identify the type of bank.
 - a) Co- operative Banks (CO1) [Knowledge]
 - b) Foreign Banks
 - c) Public sector Banks
 - d) None of the above
3. For regulation and development of the insurance sector of the country the Government has formed:
 - a) SEBI (CO1) [Knowledge]
 - b) RBI
 - c) Insurance Regulatory and development Authority
 - d) General Insurance Corporation

4. The period during which a policy holder can review the policy terms of insurance and if not satisfied, may return the policy is called as
a) Free Look Period (CO1) [Knowledge]
b) Grace Period
c) Premium Period
d) None of the above
5. The rate at which the central bank of a country (Reserve Bank of India in case of India) lends money to commercial banks in the event of any shortfall of funds is called as
a) Repo rate (CO1) [Knowledge]
b) Reverse Repo Rate
c) SLR
d) None of the above
6. There are different forms of reserves for a commercial banks. As a commercial bank, the bank needs to comply with them. With reference to the above, explain different types of reserves.
(CO1) [Comprehension]
7. Many customers invest their money in different fields like shares, debentures, FD, RD etc. The expectation is generating returns from their investments. Insurance should not be taken as investment primarily because of its objectives. From the above statement, explain the significance and scope of insurance.
(CO1) [Comprehension]
8. Venture capital (VC) is a form of private equity and a type of financing that investors provide to startup companies and small businesses that are believed to have long-term growth potential. Explain the features of Venture Capital investments.
(CO2) [Application]