

Roll No



**PRESIDENCY UNIVERSITY  
BENGALURU**

**SET B**

**SCHOOL OF MANAGEMENT  
END TERM EXAMINATION - JAN 2024**

**Semester** : Semester V - 2021

**Course Code** : SOC2002

**Course Name** : Banking and Insurance

**Program** : BBA

**Date** : 04-JAN-2024

**Time** : 1:00 PM - 4:00 PM

**Max Marks** : 100

**Weightage** : 50%

**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.

**PART A**

**ANSWER ALL THE QUESTIONS**

**5 X 2M = 10M**

1. There are many statutory bodies like RBI, IRDA, NABARD. Outline the need of NABARD as a statutory body.  
(CO1) [Knowledge]
2. KYC today is mandatory to maintain any bank account with any Bank. Define KYC.  
(CO2) [Knowledge]
3. Flexi rates at times banks offer to attract and keep customers. Define Flexi rates.  
(CO3) [Knowledge]
4. Reinsurance is a mechanism that modern day insurance companies use many a times. Define Reinsurance.  
(CO4) [Knowledge]
5. Free look period is an important terminology that a customer should be aware of. What is free look period?  
(CO4) [Knowledge]

**PART B**

**ANSWER ALL THE QUESTIONS**

**5 X 10M = 50M**

6. RBI has allowed different types of Banking institutions to be formed under its Act. Describe different types of banks in India. .  
(CO1) [Comprehension]

7. There are different modes by which Banks or Financial institutions extend credit to corporate clients. Venture Capital is one of them. Explain the features of Venture Capital.  
(CO2) [Comprehension]
8. There are different types of risks that a bank will face. With reference to the above, differentiate between Credit Risk and Market risk.  
(CO3) [Comprehension]
9. There are many type of Insurance products that a customer can choose from. Compare the popular types of Insurance products available today for a customer.  
(CO4) [Comprehension]
10. RBI Guidelines are given periodically to Banks for them to understand the measures that can be undertaken for risk reduction. Explain the guidelines given on Credit Risk Management.  
(CO2,CO3) [Comprehension]

### **PART C**

**ANSWER ALL THE QUESTIONS**

**2 X 20M = 40M**

11. Risk transformation is an important mechanism of the Banks for its survival. Demonstrate how risk transformation can act as a strategy of the banks towards its sustainability?  
(CO3) [Application]
12. RBI is under the ownership of Ministry of Finance, Government of India. Illustrate its functions. .  
(CO1) [Application]