

Time: 2½ hrs.

Marks:75

- Note:
1. All questions are compulsory with internal options.
 2. Figures to the right indicate full marks.
 3. Draw neat diagram wherever necessary.

Q. 1 (A) Fill in the blanks with the correct answer from the alternatives given below. (Attempt any 8) (08)

- (1) _____ was established in 1963 by an Act of Parliament
(UTI/ICICI/IFCI/IDBI)
- (2) _____ is a form of risk management which is used primarily to hedge against the risk of a contingent, uncertain loss.
(Mutual fund/ Loans/ Insurance/ Advances)
- (3) RBI was established through an Act of Parliament, enacted in the year _____.
(1932/ 1933/ 1934/ 1935)
- (4) _____ is referred to as banker's bank.
(ICICI/ IFCI / RBI/ SBI)
- (5) Grace period for renewal of insurance policy is _____ days.
(28 / 29/ 30/ 31)
- (6) Type of Mutual Fund which has a Lock in Period _____.
(Open ended Scheme/ Close ended scheme/ Hybrid fund/ Equity Fund)
- (7) _____ has the monopoly of Note Issue in India.
(SBI / ICICI/ SEBI / RBI)
- (8) Fund Sponsors that establish the Mutual fund must be registered with _____.
(RBI/ SEBI/ IRDA/ Commercial bank)
- (9) _____ is the policy that has the lowest premium.
(Whole life policy/ Money Back Policy/ Endowment Policy/ Term policy)
- (10) Type of scheme under Mutual Fund which gives tax benefit _____.
(ELSS/ Growth Scheme/ Debt Scheme/ Hybrid Scheme)

(B) State whether the following statements are true or false. (Attempt any 7) (07)

- (1) State bank of India is the Banker to the Government of India.
- (2) CRR stands for Cash Reserve ratio
- (3) ICICI was set up the year 1975, January.
- (4) IRDA stands for Insurance Regulatory Development Authority.
- (5) Health insurance is a categorised under Life Insurance.
- (6) Money market is governed by RBI.



- (7) LAF stands for Loans against funds.
 (8) SEBI was set up primarily for protection of investors.
 (9) Chit Funds are a part of organised financial institution of the financial system
 (10) IPO stands for Initial Public Offer.

Q.2 What is financial system? Explain the functions of Financial System. (15)

OR

Q.2 (a) State the factors affecting the development of Financial Market. (7)

(b) State and explain the classification of Financials Market. (8)

Q.3 What are the functions of Commercial Banks? Explain in brief (15)

OR

Q.3 Define a bank. Explain the different types of Banks. (15)

Q.4 What are the principles of Insurance? Explain in brief. (15)

OR

Q.4 What is bancassurance? State the advantage and disadvantages of bancassurance. (15)

Q.5 Explain the concept of Mutual Funds. What are the advantages of Mutual Funds to investors? (15)

OR

Q.5 Write short notes on (Attempt any 3) (15)

- (1) Non- Performing Assets
- (2) Net Asset Value of Mutual Fund
- (3) ICICI
- (4) Reinsurance
- (5) Money Market

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