

Time: 2½ hrs.

Marks:75

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

- Q. 1 (A) Fill in the blanks with the correct answer from the alternatives given below. (08)**
(Attempt any 8)
- (1) In which year was the Banking Regulation Act passed?
(a) 1949 (b) 1959
(c) 1969 (d) 1955
 - (2) Which of the following is not an organized sector in India?
(a) Banks (b) Insurance
(c) Stock Market (d) Private Money lenders
 - (3) _____ bills are issued by Central Government.
(a) Dishonoured (b) Bills of Exchange
(c) Currency (d) Treasury
 - (4) S in SEBI stands for
(a) Safety (b) Security
(c) State (d) Securities
 - (5) IFCI was set up in the year
(a) 1948 (b) 1958
(c) 1968 (d) 1978
 - (6) In IDBI, I stands for
(a) India (b) Industrial
(c) Institution (d) Instate
 - (7) _____ insurance policy is the cheapest form of Life Insurance policy.
(a) Endowment (b) Term
(c) Whole (d) Full
 - (8) A in AUM stands for
(a) Annual (b) Assets
(c) Average (d) Annexure
 - (9) _____ is a broker between the fund and the investor and acts on behalf of the principal.
(a) Agent (b) Insured
(c) Bank (d) Manager
 - (10) _____ insurance is the policy where the insured is compensated for medical expenses caused due to medical issues.
(a) Life (b) Fire
(c) Health (d) Property

(B) State whether the following statements are True or False. (Attempt any 7) (07)

- (1) Hull and Cargo insurance is a part of the Marine Insurance.
- (2) ELSS are Mutual Fund schemes which entitles income tax rebate.
- (3) Growth funds aim at capital appreciation over long time.
- (4) Agricultural products can be insured.
- (5) Commercial banks are set up with profit motive.
- (6) SEBI was set up in year 2000.
- (7) Offshore Mutual funds deal in equities issued in home countries
- (8) IRDA was set up to over view Capital market.
- (9) Credit creation by Banks is secondary banking function.
- (10) Secondary market is used to sell newly issued securities by companies.

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

OR

Q.2 (p) State the factors affecting the development of financial market. Explain in brief. (08)

(q) What are the disadvantages of a Mutual Fund? (07)

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

OR

Q.3 (p) Explain the various ways of Advancing of Loans (08)

(q) What is Liquidity at bank? (07)

Q.4 (a) What is the concept of Insurance? What the various types of Insurance? (15)

OR

Q.4 (p) What is bancassurance? State the advantage and disadvantages of bancassurance. (08)

(q) Explain the factors influencing the selection of Mutual Funds (07)

Q.5 (a) Explain the concept of Mutual Funds. Discuss the feature and advantages of Mutual Funds to investors? (15)

OR

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

- (1) Marine Insurance
- (2) Net Asset Value
- (3) Financial Intermediaries
- (4) Principle of Indemnity
- (5) Diversified equity funds

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