

Seat No.: \_\_\_\_\_

Enrolment No. \_\_\_\_\_

**GUJARAT TECHNOLOGICAL UNIVERSITY**

**MBA - SEMESTER- III EXAMINATION – WINTER 2019**

**Subject Code: 3539224**

**Date: 06-12-2019**

**Subject Name: Banking and Insurance**

**Time: 10:30 AM TO 1.30 PM**

**Total Marks: 70**

**Instructions:**

1. Attempt all questions.
2. Make suitable assumptions wherever necessary.
3. Figures to the right indicate full marks.

- Q – 1** Answer the following questions (2 marks each) **14**
- (a) Distinguish between current account and saving account.
  - (b) NEFT
  - (c) Cash credit facility
  - (d) Hypothecation
  - (e) Micro insurance
  - (f) Bank Guarantee
  - (g) E-wallet
- Q – 2 (A)** What are the major reasons behind the low penetration of health insurance in India? **7**
- Q – 2 (B)** What are the different forms of advances from the bank? **7**
- OR**
- Q – 2 (B)** What do you mean by Business risk? What are the various types of business risks? **7**
- Q – 3 (A)** Discuss in brief various group insurance policies available on India. **7**
- Q – 3 (B)** “Plastic money has replaced paper money”. Critically analyze the statement. What are the limitations of credit cards? **7**
- OR**
- Q – 3 (A)** Explain different types of life insurance policies in brief. **7**
- Q – 3 (B)** “There is a dire need of balancing principles of social lending with those of sound lending”. Comment on the above statement in view of the targets set by RBI for Priority Sector Lending. **7**
- Q – 4 (A)** Elaborate the principles of insurance. **7**

**Q – 4 (B)** Define the term “banker” and “customer” and bring out the relationship that exists between them. **7**

**OR**

**Q – 4 (A)** What do you mean by Treasury Management in the bank? Explain the structure and major functions of treasury department of a bank. **7**

**Q – 4 (B)** Discuss various kinds of fire insurance policies. **7**

**Q – 5** With reference to the recent banking scams, NPAs and large corporate defaults like PNB, Kingfisher, Nirav Modi, Sahara India, etc. in Indian banking system, answer the following questions.

**(A)** What are the major reasons behind the present situation in Indian banking in terms of NPA, scam and willful defaulters? **7**

**(B)** How can adequate risk management system and proper implementation of KYC and AML guidelines can help in addressing this concern to a great extent? **7**

**OR**

**(A)** What can be the possible solutions and remedies to such problems? Discuss internal and external remedies clearly. **7**

**(B)** What are the signals/ symptoms of such problems banks and regulators must look into to avoid these issues? **7**

\*\*\*\*\*