Seat No.: ________ Enrolment No.___________

GUJARAT TECHNOLOGICAL UNIVERSITY

MBA - SEMESTER–III • EXAMINATION – SUMMER 2013

Subject Code: 839905 **Date: 04-06-2013**

Subject Name: Banking and Insurance

Time: 14:30 pm – 17:30 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	**(a)**	What are the Role and Functions of the RBI in India? Why it is being called as a Central Bank of India or Banker's bank Explain in detail?	**07**
	(b)	Discuss the various channels or marketing intermediaries for insurance business in reaching out to the various market segments.	**07**
Q.2	**(a)**	What is ULIP? Describe the role of risk in unit linked plan. Compare ULIP with Mutual Funds.	**07**
	(b)	Classify savings account into various types of savings accounts. How can an illiterate person and blind person can open a savings account in a Bank? Explain in brief the special conditions for opening and maintenance of their account.	**07**
		OR	
	(b)	Describe with illustrations the various forms of crossing of cheque. If payment is made on a crossed cheque which has been stolen, on whom will the loss fall and why?	**07**
Q.3	**(a)**	What is priority sector? Which are the sectors considered as priority sector for bank lending? What are the targets fixed by RBI for Priority Sector Lending?	**07**
	(b)	Personal Pensions Plans are very much needed in India. What are the road blocks?	**07**
		OR	
Q.3	**(a)**	What is RTGS? Why and where it is used? How is it different from NEFT?	**07**
	(b)	Define Endowment Policy. How does it differ from a Whole Life Policy? Is it possible to convert a whole life policy into an endowment policy? How?	**07**
Q.4	**(a)**	Discuss the important recommendations of Narsimham Committee Report – I for the financial system of India.	**07**
	(b)	What do you understand by banking ombudsman? Who appoints him and why?	**07**
		OR	
Q.4	**(a)**	State what is group insurance policy? What are the distinguish features of Group insurance policy which differentiates it from individual investment.	**07**
	(b)	What is 'Banker's Lien'? How is it different than the 'General Lien'? What is 'Right of Set Off'? Explain the situations where a banker can exercise this right.	**07**
Q.5	**(a)**	Write Short Notes on: 1. IRDA 2.ECS	**07**
	(b)	Briefly explain the I. Concept and benefits of On Line Tax Accounting System – OLTAS. II. Underwriting in Insurance.	**07**
		OR	
Q.5	**(a)**	What precautions would you take at the time of opening of new account and operation in the following types of accounts: 1. Minors 2. HUF 3. Trust	**07**
	(b)	Write in brief about Need of KYC Norms and discuss and elaborate what is Anti Money Laundering and discuss the three stages of anti money laundering.	**07**

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