

fy B/I

March-2009

**ACARBIA**

TIME : 2 hrs.

Principles & Practice of B/I MARK : 60

**Instruction :** 1) All questions are compulsory  
2) Figures to the right full marks.

- Q.1 What is a Banking company? What are the main functions of a Bank? 15
- OR**
- Q.1 a) What is Central Bank? Explain the role of central bank of country 10  
b) Distinguish between : Co-operative banks and commercial banks. 05
- Q.2 What is risk management? Explain the process and tools of risk management. 15
- OR**
- What is life Insurance? Explain different types of life insurance. 15
- Q.3 a) What is money market? What are the constituents of money market. 08  
b) Explain foreign exchange market. Discuss the features of foreign exchange market. 07
- OR**
- Q.3 a) What are various financial services provided by banks. 08  
b) Explain the term 'Mortgage' and 'Pledge' in Banking. 07
- Q.4 a) What do you mean by 'Reinsurances'? 05  
b) What is primary market? 05  
c) What is fire Insurance? 05
- OR**
- Q.4 Write short note on :- 15
- 1) Double insurance
  - 2) Hire-purchase finance companies.
  - 3) Kinds of Bills of Exchange.

