

**PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)**

**BVoc DEGREE EXAMINATION MAY 2022
(Fourth Semester)**

Branch – **BANKING, STOCK AND INSURANCE**

BANKING AND INSURANCE LAWS

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks (10 x 1 = 10)

- 1 The Banking Laws (Amendment) Act was enacted in the year
(i)1950 (ii)1949 (iii) 2012 (iv)1948
- 2 The Banking company incorporated outside India the aggregate value of its paid up capital and reserves shall not be less than
(i) Rs.15 lakhs (ii) Rs.20 Lakhs (iii) Rs.25 Lakhs (iv) Rs.10 Lakhs
- 3 All currency notes beyond the denominations of Rupee one is issued by
(i) SBI (ii) RBI
(iii) Ministry of Finance, Govt. of India (iv) Central Bank of India
- 4 The NBFC which must be compulsory registered with the RBI must have a new owned funds of
(i) Rs.50 lakhs and above (ii) Rs.5 Crores and above
(iii) Rs.25 Lakhs and above (iv) Rs.15 Lakhs and above
- 5 Banking ombudsman scheme was introduced by
(i) SBI (ii) NABARD
(iii) Central Bank of India (iv) RBI
- 6 The main aim of Black money and imposition of Tax Act is
(i) To curb black money (ii) Undisclosed foreign assets
(iii) Imposes tax and penalty (iv) All of the above
- 7 The General Insurance Business (Nationalisation) Act came into force on
(i) 1.7.1956 (ii) 1.7.1939 (iii)1.1.1973 (iv) 17.9.1984
- 8 The insurance which is related for the safety of goods in the ship is known as
(i) Freight (ii) Cargo (iii) Liability (iv) Hull
- 9 IRDA Act came into force with effect from
(i) April 2000 (ii) May 2000 (iii) April 2001 (iv) May 2001
- 10 IRDA Act 1999 spells out the Mission of IRDA as
(i) To protect the interest of the policy holders
(ii) To regulate promote the growth of insurance industry
(iii) Rules and regulations are framed by the apex body
(iv) All the above

Cont...

SECTION - B (35 Marks)Answer **ALL** Questions**ALL** Questions Carry **EQUAL** Marks (5 x 7 = 35)

- 11 a Narrate the circumstances does the RBI grant license granted to a banking company to open a new branch?
(OR)
- b Sketch out conditions required to be fulfilled for a banking company to amalgamate with another banking company?
- 12 a Explain the objects and constitution of the RBI.
(OR)
- b What is a NBFCs? Outline the defects of NBFCs.
- 13 a Describe the features of Banking Ombudsman Scheme?
(OR)
- b Summarize the significances of the Black money and Imposition of tax Act 2015.
- 14 a Describe the main features of the Insurance Act 1938.
(OR)
- b State the objectives of the Consumer Protection Act.
- 15 a Bring out the objectives of IRDA Act.
(OR)
- b Explain the important provisions of IRDA Act.

SECTION - C (30 Marks)Answer any **THREE** Questions**ALL** Questions Carry **EQUAL** Marks (3 x 10 = 30)

- 16 Analyse are the restrictions placed on the banking companies in India as regards 'loans and advances'.
- 17 How does the RBI act as a banker to the Government? Examine.
- 18 Discuss the Rationale for the Financial Resolution and Deposit Insurance Bill, 2017.
- 19 Summarize the essentials of a marine insurance contract.
- 20 Explain the duties and powers of IRDA.

Z-Z-Z

END