



J. Sambath

Avinashilingam Institute for Home Science and Higher Education for Women

(Deemed to be University Estd. u/s 3 of UGC Act 1956, Category 'A' by MHRD)
Re-accredited with 'A++' Grade by NAAC. Recognised by UGC Under Section 12B
Coimbatore - 641 043, Tamil Nadu, India

Bachelor's Degree Examination – November 2024 III Semester

Class : II UG
Major : BBA RM

Time: 3 Hours
Max. Marks: 100

23BRESE1C Retail Banking, Financial Services and Insurance ; Financial Arithmetic Basics of Microfinance, Lending and Insurance

Course Outcomes:

1. Apply methods and concepts related to variety of financial applications
2. Evaluate various micro finance schemes.
3. Equip to decide on selection of appropriate sources of finance.
4. Develop knowledge in micro finance for personal and business decision making.
5. Understand and use appropriate technique in deciding risk management via insurance.

Part A

10x1=10

Choose the correct answer

1. _____ refers to the financial services provided to low-income individuals or groups who are typically excluded from traditional banking. CO1 K1
a. Managerial finance b. Microfinance
c. Macro finance d. Mini finance
2. _____ is the interest calculated on the principal and the interest accumulated over the previous period. CO1 K1
a. Simple interest b. Complex interest
c. Compound interest d. Provisional interest
3. _____ are reports compiled by businesses that detail the company's financial activities and health. CO2 K2
a. Financial statements b. Financial Ratio
c. Financial Account d. Financial activities
4. _____ analysis is a quantitative procedure of obtaining a look into a firm's functional efficiency, liquidity, revenues, and profitability by analysing its financial records and statements. CO2 K2
a. Efficiency b. Ratio
c. Interest d. Finance
5. _____ are businesses or personal loans that require some type of collateral as a condition of a Secured loans borrowing. CO3 K3
a. Secured loans b. Un Secured loans
c. Collateral loans d. Micro loans
6. _____ is any other security offered for the said credit facility. CO3 K3
a. Business security b. Bank security
c. Insurance security d. Collateral security
7. _____ insurance is a contract in which the insurer agrees to pay a specified amount on the death of the assured or on the expiry of a certain fixed period, whichever is earlier. CO4 K4
a. General b. Fire
c. Marine d. Life
8. _____ is uncertainty of a financial loss. CO4 K4
a. Risk b. Insurance
c. Re-insurance d. Claim
9. _____ can be ascertained either by numerical rating system or by judgment method. CO5 K5
a. Policy b. Premium
c. Loss d. Value
10. _____ is a type of life insurance that provides death benefit to the beneficiary only if the insured dies during a specified period. CO5 K5
a. Term life insurance b. Whole life insurance
c. Endowment policy d. Money back policy

Part B

5x6=30

Answer All questions

Each Answer should not exceed 400 words or two pages

- 11.a. List out the basics of micro finance. CO1 K1
(or)
11.b. Describe the methods of calculation of NPV. CO1 K1
- 12.a. Explain the types of Micro Finance Institutions. CO2 K2
(or)
12.b. List out the regulatory authorities of bank. CO2 K2
- 13.a. State the Types of loans. CO3 K3
(or)
13.b. List out the 6C's and explain. CO3 K3
- 14.a. Describe the risk management principles. CO4 K4
(or)
14.b. Point out the advantages of non-life insurance. CO4 K4
- 15.a. List out the purpose of traditional life insurance products. CO5 K5
(or)
15.b. Describe the advantages of life insurance products. CO5 K5

Part C

5x12=60

Answer All questions

Each Answer should not exceed 800 words or four pages

- 16.a. Explain the methods of calculation of IRR. CO1 K1
(or)
16.b. Discuss the procedure for calculation of simple interest and compound interest. CO1 K1
- 17.a. Examine the functions of Micro Finance Institutions in detail. CO2 K3
(or)
17.b. Summarize the types of financial statements. CO2 K3
- 18.a. Explain the types of collateral security. CO4 K2
(or)
18.b. Enumerate the calculation of Interest rate with example. CO4 K2
- 19.a. Explain the types of risk pooling. CO3 K3
(or)
19.b. Enumerate the concept of insurance in detail. CO3 K3
- 20.a. Examine the purpose of traditional life insurance products. CO3 K3
(or)
20.b. Explain the advantages of financial planning in detail. CO3 K3