

Sub: Finance, Banking and Insurance 2nd Paper (Creative)

Sub. code: 293

Time: 2 Hrs 10 min

Full marks: 60

Banking:

1. Meghna Bank Ltd. is engaged in Banking activities for long time. Basic function of this banks are providing loan is issuing loan, recognizing bill of exchange etc. to export-import organization. Now a days, it can not run its business successfully and efficiently for negative situation of foreign trade policy and duly system. In that situation, this bank is decided to make an agreement with Karnafuly Bank to perform all functions under this control.
 - a) What is banking? 1
 - b) Which institution is the driving force of the country in economy and why? 2
 - c) On the basis of function which type of Meghna Bank is? Explain. 3
 - d) Do you think, decision taking lay Meghna Bank influences its existence? 4
2. Garments industries are in threaten situation due to negative impact of international economy. It hampers production, investment and economic development. Industrialists are taking loan from commercial bank at high interest rate. It increase the tendency of taking loan. for stabilizing economic situation, central bank increases the rate of re-discounting First Securities.
 - a) What is the object of central bank? 1
 - b) "Central bank is the bank of all other banks"— Explain. 2
 - c) According to the stem, which function is consistent with step taking by central bank? Explain. 3
 - d) In this content, "decision of central bank plays an important role to reduce inflation"— Show your argument. 4
3. Suppose you are a businessman. You are applying loan of TK 50,000 for buying a car. This bank suggests you to open a loan account for deposit many from allocated loan.
 - a) Which one is the main source of fund of a Commercial Bank? 1
 - b) What do you mean by the creation of loan deposit of commercial bank? 2
 - c) Based on organization structure, which type of Bank is Jamuna Bank? Explain. 3
 - d) From alone stem, which function is consistent by Commercial Bank? Show your argument. 4

4.

MBL
A/C payable
Dutch Bank

ASBL Bank Ltd
Shaheen, Branch
1843590

MSD : 88992
Date : 10.01.2015

Pay to Akhi or Bearer the
sun of Tk Six Thousand Only.

Tk. 6,000/=

Jonal Abedin
234500078900

Joynal

Please Sign above the line

"88992" 1843590; 234500078900

Akhi Shahrin has taken the above cheques from Joynal Abedin for price of goods. Last 30-08-2015, Akhi deposits cheques to her Dutch Bangla Bank Account. But next day she knows that her cheque is dishonored.

- a) What is market cheque? 1
 - b) Why cheque is dishonour? Explain. 2
 - c) From above stem, which type of cross cheque is matched with the cheque mentioned in the stem. Explain. 3
 - d) What steps should Akhi takes for converting this cheque into cash. 4
5. Exchange rate of Dollar Taka is increasing rapidly. Some time exchange rate of taka and other currencies also increases. All country's currency rates are fluctuated due to international market system, capital condition, business environment etc. Some times fluctuation of exchange rate bring blessing and sometime it creates major losses.
- a) What is exchange rate? 1
 - b) Which is the modern theory in determining foreign exchange rate & why? 2
 - c) According to the stem, what causes are liable for fluctuation of exchange rate? Explain. 3
 - d) "Bangladeshi currency is wither then Dollar"— Answer with argument. 4
6. Mr. Chan Mia is a vegetable seller. He makes transactions with Al-Arafah Bank. For business need purpose, he apply for a loan of TK 10 lac by mortgaging movable assets. So, Bank suggest to open a loan account to deposit the amount of loan & easy to withdraw desirable amount of money if he needs.
- a) What is documentary credit? 1
 - b) Why is the competence of a client a fundamental issue in sanctioning loan? Explain. 2
 - c) According to the stem, which type of loan is produced by Chan Mia. 3
 - d) The advantages of providing loan by transferring new account instead of providing new loan. 4

Insurance:

7. Mr. Debashish has two medicine factories. He takes two different insurance policy for safety of two factories for that reason, he provides lump sum amount as premium to insurance company. Suddenly he needs more money due of road accident. So he thinks to sell a factory to collect money.
- What is pure risk?
 - "Insurance contract is not wagering"— Explain.
 - In the stem, which type of insurance policy has Mr. Debashish take? Explain.
 - How can Mr. Debashish keep himself financially danger free instead of selling the factory? Show your argument.
8. Nazrul Islam takes an insurance policy for 10 years. He provides premium of Tk 5,000 every month to the insurance company. But after 6 years he can not able to repay insurance premium. So, he can not continue the insurance contract.
- What is financial risk?
 - Discuss the principle of payment of premium.
 - In the stem, what kind of insurance policy does Nazrul Islam take? Explain.
 - How can Nazrul get insurance claim by disclosing insurance contract? Explain with logic.
9. Mojo company transports product by marine route. He takes an insurance policy for security of goods. In the time of transportation of goods, he faces different natural disasters. So they throw, some goods to the sea to make the ship safe.
- What is marine liability insurance?
 - What do you mean by Floating policy? Explain.
 - In this stem, which insurance policy does Mojo company take? Explain.
 - Which method does Mojo company take to protect it's ship from natural disaster? Show your argument.

Sub – Finance, Banking & Insurance 2nd Paper (MCQ)

Subject code: 293

Full Marks : 40

Time : 40 Minutes

[N.B. Fill the circle of the correct answer with a black ball point pen. Each question bears 1 mark.]

1. Why was the central banking system introduced?
a) To control the commercial bank
b) To utilize the property
c) For social welfare d) To earn benefit
2. What is the most important function of central bank?
a) To control the supply of currency
b) To control the inflation
c) To increase the supply currency in money market
d) To stable the exchange rate
- Read the stem and answer 3 & 4 no. question:**
Due to financial crisis Al-Saad Sarker took loan for 0% interest from Al-Beruni Bank. Al-Saad also maintain his account in Al-Beruni Bank.
3. What type of Bank in Al-Beruni?
a) Central Bank b) Foreign exchange Bank
c) Government owned commercial Bank
d) Krishi Development Bank
4. Al-Beruni Bank not only acts as accountant of Al-Saad sarker But also acts as—
i) Banker
ii) Representative
iii) Advisor
- Which one is correct ?**
a) i & ii b) i & iii
c) ii & iii d) i, ii & iii
5. Which Bank is called for "Mother of Modern Bank"?
a) Central Bank b) Foreign Bank
c) Commercial Bank d) Krishi Bank
6. Which one is not the function of commercial Bank?
a) To collect deposit
b) To give loan
c) To control loan service
d) To create exchange source
- Read the steam and answer the question no 7 & 8.**
Mr. Rahmat is a goldsmith. He takes deposit of gold from people and in return of that gives money as loan and after certain period if the person pays bank Mr. Rahmat returning the gold the person.
7. Mr. Rahmat act is similar with—
a) Central Bank b) Commercial Bank
c) State owned Bank d) Insurance Company
8. How does Mr. Rahmat affect in term of forming commercial Bank?
i) To preserve the deposit
ii) To give loan
iii) To control in rate of giving loan
- Which one is correct ?**
a) i & ii b) i & iii
c) ii & iii d) i, ii & iii
9. How does the transaction make between Bank and customer?
a) Through Bank b) Through bank account
c) Through Branch d) Through current account
10. How many days a cheque remains valid?
a) 30 b) 120
c) 90 d) 180
- Read the stem and answer the question no 11 & 12.**
Anis works in a firm. This firm preserve deposit of the customer through accounts of the customer.
11. How many types of accounts does this firm maintain to perform it's functions?
a) 6 types b) 5 types
c) 4 types d) 3 types
12. In Anis's firm one can deposit through account?
i) Money
ii) Chaque
iii) Exchange Bill
- Which one is correct ?**
a) i & ii b) i & iii
c) ii & iii d) i, ii & iii
13. What is the full meaning of IOU?
a) I offer you b) I am over you
c) I am for you d) I owe you
14. In terms of realization of loan. What is introduced other than the cash?
a) Gold coin b) Iron coin
c) Negotiable deeds d) none of them
- Read the stem and answer the question no 15 & 16.**
Mr. Rahim imports machinery from Saudi Arabia. In regard of that he wants guarantee from exporting bank. For that reason he made a contracts with Rupali Bank.
15. How does the exporting Bank give guarantee to Mr. Rahim? through—
a) Bank Draft b) Pay-order
c) Letter of credit d) over drift

16. Who will be the beneficiary if Rupali Bank issues letter of credit?
i) Exporter
ii) Importer
iii) Government
Which one is correct ?
a) i & ii b) i & iii
c) ii & iii d) i, ii & iii
17. What is withdrawal letter?
a) Receipt b) Cheque
c) Order of good d) Demand note
18. Which is the unconditional order sheet to pay money?
a) cheque b) Bank Draft
c) Investment Paper d) Bord
19. What is the main source of wheel power for any Bank?
a) Customer b) Accounts
c) Deposit d) Money
20. What is the main source of found for Bank?
a) Deposit b) Divident
c) Savings d) Money for persion scheme
Read the stem and answer the question no. 21 and 22.
Mr. Sabuj is a businessman. He has to take loans for his business and he take loan.
21. What types of loan facility is less important for him?
a) cash loan b) borrow
c) Excess loan d) Deed loans
22. What types of loan he takes to increase the capital?
a) Borrow b) Cash loan
c) Excess loan d) Deed loan
23. Whose responsibility to control the foreign exchange in Bangladesh?
a) Government b) Central Bank
c) Commercial Bank d) Foreign Bank
24. In which does currency transaction depend on?
a) Exchange rate b) Cash rate
c) Advance rate d) Term rate
25. Mr. Jabbar is a service holder. He sends money to his family through electronic fund transfer which one is the media of electronic fund transfer. Which one is the media of electronic fund transfer.
a) Pay by phone b) Post office
c) Money order d) courier service
26. Electronic Banking is being used in—
i) Internal Banking
ii) External Banking
iii) Global Banking
Which one is correct ?
a) i & ii b) i & iii
c) ii & iii d) i, ii & iii
27. What is the central aspect of financial?
a) Bank b) Budget
c) Insurance d) NGO
28. What is called as personal loan?
a) Debit card b) Credit Card
c) ATM d) Suift
29. In relation to Insurance contract who does offered legally?
a) Insurance officer b) customer
c) Insurance company d) none of them
30. What is the special element for Insurance contract?
a) Legal Consideration b) legal objective
c) offer and acceptance d) substitution
Read the stem and answer the question 31 & 32.
Mr. Masud made a insurance contract to protect his cattle's from diseases.
31. What types of insurance it is?
a) Personal b) Property
c) Liability d) None of them
32. In this type of insurance what is needed to be considered specially?
i) The health of the cattle
ii) Age
iii) Object of the customer
Which one is correct ?
a) i & ii b) i & iii
c) ii & iii d) i, ii & iii
33. Which type of life insurance have higher premium rate?
a) Endowment life policy
b) Whole life policies
c) Lum sum policy d) Group polity
34. Which insurance policy have loan facility?
a) Life insurance b) Marine insurance
c) fire insurance d) social insurance
35. Which insurance policy play important role to expand the international business?
a) Life insurance b) Marine insurance
c) Crop insurance d) Fire insurance
36. What is the object of marine insurance?
a) To increase export b) To decrease loss
c) To decrease investment d) To increase risk
37. What is the object of fire insurance?
a) To protect from fire b) To alert everyone
c) To compensate d) Social welfare
38. What type of property generally fire insurance does cove?
a) Transport b) Airplane
c) Industry d) Goods
39. What is the role of fire insurance?
i) To protect the property
ii) To increase the job possibility
iii) To increase the public awareness
Which one is correct ?
a) i & ii b) i & iii c) ii & iii d) i, ii & iii
40. In which country transport insurance was introduce first?
a) India b) USA
c) France d) Germany