

**B.V. Patel Institute of Business Management, Computer & Information Technology**  
**Uka Tarsadia University**  
**2<sup>nd</sup> Internal Examination, B.Com 5<sup>th</sup> Semester**  
**030100513:DSE2–Banking and Insurance**

**Marks: 50**

**Time: 2 hrs.**

**Date: 14/10/2017**

**Q-1 Answer the following. (Any Five)**

**[10]**

1. Differentiate between peril and hazards.
2. What is fire insurance?
3. Define fundamental risk.
4. Write the full form of MICR.
5. State two benefits of credit card to merchant.
6. What is pure risk?

**Q-2 Answer the following. (Any Two)**

**[20]**

1. What will be your course of action if you suspect phishing? Explain different types of phishing.
2. Risk managers use a number of methods for handling risk. For each of the following, what method for handling risk is used? Explain your answer.
  - The decision not to carry earthquake insurance on firm's main manufacturing plant.
  - The installation of an automatic sprinkler system in a hotel.
  - The decision not to produce that might result in a product liability law suit.
3. What are the different life insurance policies by LIC? Explain in detail.

**Q-3 Answer the following in detail. (Any Two)**

**[20]**

1. Discuss the different characteristics of insurance.
2. Briefly explain various types of fire policy.
3. Explain electronic clearing service in detail.