

NEP - Semester End Examination – October 2025

Program: FYB.SC IT SEM I Course: Introduction To Indian Financial System
 Program Code: UGIT01 Course Code: NUMS404

Duration: 1 Hour

Max. Marks:

30

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Draw neat diagrams wherever necessary.

Q. 1	Attempt any TWO of the following.				[10]	Course Outcome	Knowledge Level		
(a)	Fill in the blanks with an appropriate answer from the alternatives given.				[05]	CO1 CO2	L1 – L2		
	I)	What is meant by saving?							
	a.	Spending more than income.	b.	Keeping aside money for future use.					
	c.	Investing in risky assets	d.	Borrowing money from bank					
	II)	Which principle suggests “spend less than you earn”?							
	a.	Liquidity principle	b.	Saving principle					
	c.	Inflation principle	d.	Risk-return principle					
	III)	Which service is generally NOT offered by banks?							
	a.	Loans	b.	Insurance					
	c.	Education	d.	Fund transfer					
(b)	IV)	A limitation of digitization in finance is:				CO1 CO2	L1 – L2		
	a.	Transparency	b.	Cybersecurity risk					
	c.	Fast transfer	d.	Convenience					
	V)	Which of the following is NOT a principle of insurance?							
	a.	Principle of indemnity	b.	Principle of utmost good faith					
	c.	Principle of contribution	d.	Principle of taxation					
(b)	State whether the following statements are true or false.				[05]	CO1 CO2	L1 – L2		
	I)	Saving means keeping aside money for future use.							
	II)	Banks only provide loans and do not offer digital services.							

		III) Life insurance provides protection against the risk of death.			
		IV) GST is an example of direct tax in India.			
		V) Inflation refers to a general rise in prices.			
	Q. 2 Attempt any TWO of the following.		[10]	Course Outcome	Knowledge Level
	(a) Describe the theoretical principles of financial discipline and give practical examples.	[05]	CO1	L2	
	(b) Identify and point out the various types of bank accounts, explaining the primary use of each.	[05]	CO1	L1	
	OR				
	(c) Examine the range of services offered by banks and assess which services are most important for individuals.	[05]	CO1	L4	
	(d) Describe the functions of SEBI and assess its effectiveness in protecting investor interests.	[05]	CO1	L2	
	Q. 3 Attempt any TWO of the following.		[10]	Course Outcome	Knowledge Level
	(a) Define the basic principles of insurance (e.g., indemnity, utmost good faith, contribution) and examine their significance.	[05]	CO2	L1	
	(b) Compare and contrast life insurance and non-life insurance with respect to objectives, coverage, and claim settlement.	[05]	CO2	L4	
	OR				
	(c) Interpret the concept of diversification and illustrate how ELSS (Equity Linked Savings Schemes) can provide diversification benefits.	[05]	CO2	L2	
	(d) Describe the basic structure of personal taxation in India and examine how tax considerations influence investment choices.	[05]	CO2	L2	

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