

**Daffodil International University**  
**Faculty of Business and Entrepreneurship**  
**Department of Business Administration**  
**Program: BBA**

Semester: Summer 25  
 Time: 1 Hour and 30 Minutes  
 Course Code: 0412- 312  
 Section: All

Examination: Mid-term  
 Full Marks: 25  
 Course Title: Principles of Banking and Insurance  
 Teacher's Name: SNR, RA, MOG, Julhas

**Part-A: Theoretical Part.....Marks 15**

**Answer all from the following questions** **(3\*5=15)**

1. A bill of exchange and a promissory note may differ in specific manners. Compare between Bill of exchange and promissory note with appropriate example. (CLO1, Level 2)
2. Compare basic characteristics of recurring deposit and current deposit accounts. (CLO 1, Level 2)
3. Briefly explain the followings. (CLO1, Level 2)
  - a) NOSTRO, VOSTRO account
  - b) Cash credit system
  - c) 5 C's to assess creditworthiness
  - d) Sound lending
  - e) Obligations of banker

*- 100 Mark  
 A 50% copy  
 2024-2025  
 RITC*

**Part B: Mathematical Part.....Marks: 10**

1. Use the following financial statements of XYZ bank Ltd for the year ended December 31, 2024 and Analyze the following ratios along with interpretation. (CLO2, Level 4)
  - a. Return on Equity, b. Return on Assets, Net interest Margin, d. Earnings spread, e. Net operating margin, f. Net profit margin, g. Asset utilization, h. Equity multiplier, i. Non interest margin, j. Earnings per Share.

Items	Amount in million BDT	Items	Amount in million BDT
Interest and fees on loans	3925	Advertisement and promotion	15
Locker rent	556	Total assets	19365
Interest paid on non-deposit borrowings	320	Commission, exchange, Brokerage	112
Provision for loan losses	165	Shares of common stock outstanding	12500
Noninterest income and fees	225	Salaries and employee benefit	725
Interest and dividend on securities	998	Total liabilities	14825
Securities gains (or losses)	25	Taxes	45
Interest paid on deposit	825	Noninterest expense	275
Overhead expense	15	Earning asset	18500

*[Handwritten Signature]*