

(6 pages)

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B.Com. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2019.

Third Semester

Commerce – Main

BANKING

(For those who joined in July 2017 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer:

1. A signature authorizing the legal transfer of a negotiable between parties is an _____.
- (a) Cheque
(b) Endorsement
(c) Promissory note
(d) Bill of exchange

2. A _____ is a document used in International trade to pay for goods or services.
- (a) Cheque (b) Crossed Cheque
(c) Bill of exchange (d) Demand draft
3. NABARD headquarters is located at _____.
- (a) Delhi (b) Mumbai
(c) Chennai (d) Bangalore
4. _____ bank has the function standby letter of credit.
- (a) Commercial (b) Exim
(c) Rural (d) Co-operative
5. The minimum period and maximum period is _____ and _____ for RD.
- (a) 3 months and 5 years
(b) 6 months and 10 years
(c) 5 months and 15 years
(d) 3 months and 12 years
6. _____ is the practice where a debtor pledges collateral to secure a debt.
- (a) Hypothecation (b) Lien
(c) Mortgage (d) Overdraft

7. A system of banking whereby transaction are performed directly by telephone or over the internet.

- (a) Home banking
- (b) Internet banking
- (c) Core banking
- (d) Retail banking

8. An _____ transaction, also known as a signature debit transaction.

- (a) Offline
- (b) Online
- (c) Direct
- (d) Indirect

9. _____ methods of credit control include banks rate policy and open market operation.

- (a) Traditional
- (b) Modern
- (c) Selection
- (d) Qualitative

10. Indian Rupee currency notes, is used by the _____.

- (a) World bank
- (b) RBI
- (c) Commercial bank
- (d) Co-operative Bank.

PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 250 words.

11. (a) Explain the different types of Crossing.

Or

(b) Explain the characteristics of Negotiable instruments.

12. (a) Elaborate the functions rendered by modern commercial banking.

Or

(b) Write a short note on Indigenous Bankers.

13. (a) Distinguish between fixed and current deposits.

Or

(b) Write a short note on Discounting of bills.

14. (a) Distinguish between Core banking and Home banking.

Or

(b) Distinguish between Retail banking and Internet banking.

15. (a) Write the functions of RBI.

Or

(b) Mention the qualitative methods of credit control.

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 600 words.

16. (a) Explain the Relationship between Banker and customer.

Or

(b) Explain the Rights of the Banker.

17. (a) Write a short note on Industrial Development Banks.

Or

(b) Explain the functions of NABARD.

18. (a) Explain in detail the lending loans and advances.

Or

(b) Explain the general precautions taken before making deposits.

19. (a) Write short note on Mobile Banking.

Or

(b) Explain the advantages of E-fund transfer.

20. (a) How does the RBI act as an agent to the government? Explain.

Or

(b) Elaborate on the internal organizational structure of the RBI.
