

(6 pages)

Reg. No. :

Code No. : 22933 E Sub. Code : SSBA 3 A

B.B.A. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2018.

Third Semester

Business Administration — Main

Skill Based Subject — INTRODUCTION TO
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 banker's lien is _____ lien.
 - (a) General
 - (b) Particular
 - (c) Negative
 - (d) None of the above

2. In executing the standing instructions, there exists a relationship of
 - (a) Debtor and creditor
 - (b) Trustee and beneficiary
 - (c) Bailee and bailor
 - (d) Agent and principal

3. The document drawn by a debtor on the creditor agreeing to pay a certain sum is called
 - (a) Cheque
 - (b) Promissory note
 - (c) Bill of exchange
 - (d) Draft

4. A cheque which is not crossed is called
 - (a) Uncrossed cheque
 - (b) Open cheque
 - (c) Order cheque
 - (d) Bearer cheque

5. When a loan is granted both for buying capital assets and for working capital purposes, it is called.
 - (a) Bridge loans
 - (b) Composite loans
 - (c) Personal loans
 - (d) None of the above

6. When two or more persons stands sureties for the same debt they are called _____.
 - (a) Multiple sureties
 - (b) Guarantors
 - (c) Co-sureties
 - (d) None of the above

7. Neither possession nor ownership is transferred in
 - (a) Pledge
 - (b) Mortgage
 - (c) Hypothecation
 - (d) None of the above

8. Under the Transfer of Property Act, the right of foreclose in conferred upon the
 - (a) Mortgagee
 - (b) Mortgagor
 - (c) Guarantor
 - (d) None of the above

9. Banking transaction that takes placed in a virtual ambience on the website of a banking company is termed as _____.
 - (a) Internet Banking
 - (b) Mobile Banking
 - (c) Television Banking
 - (d) None of the above

10. The click and portal model facilitates.
 - (a) Traditional banking
 - (b) Virtual banking
 - (c) Both (a) and (b)
 - (d) None of the above

PART B — (5 × 5 = 25 marks)

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

Each answer should not exceed 250 words.

11. (a) What are the prerequisites to constitute a person as a customer?

Or

- (b) Write down the statutory obligation to honour cheques.

12. (a) Distinguish between saving bank account and current account.

Or

- (b) What are the essentials of general crossing?

13. (a) Write down the documents that are associated with the secured advances.

Or

- (b) What are the different forms of banker's advances?

14. (a) What are the circumstances for exercising lien?

Or

- (b) Write down the rights of a banker as a pledgee.

15. (a) Distinguish between traditional banking and e-banking.

Or

- (b) What are the popular electronic delivery channels?

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 general relationship between a banker and a customer.

Or

- (b) Discuss the various functions of bank.

17. (a) Explain the salient features of a cheque.

Or

- (b) Discuss the alteration that amounts to a material alteration .

18. (a) Explain the principles that guide a banker in granting loans and advances.

Or

- (b) Discuss the precautions to be taken when discounting bills of exchange.

19. (a) Explain in detail the rights of mortgagee.

Or

(b) Explain the main differences between pledge and hypothecation.

20. (a) Explain the advantages of e-banking to the customers.

Or

(b) Discuss the constraints or drawbacks of electronic banking.
