

B.Com. DEGREE (C.B.C.S.S.) EXAMINATION, NOVEMBER 2016**First Semester****Core Course II—MODERN BANKING****(Common for Model I, Model II and U.G.C. Sponsored B.Com. Programmes)****[2013 Admission onwards]**

Time : Three Hours

Maximum : 80 Marks

Part A

*Answer all questions.
Each question carries 1 mark.*

1. Define Banking.
2. What do you mean by Credit Creation ?
3. What is Retail Banking ?
4. What do you mean by floating rate of interest ?
5. What is social banking ?
6. What is Lead bank ?
7. Define Customer.
8. What is meant by Endorsement ?
9. What do you mean by Rural Credit ?
10. What is Micro finance ?

(10 × 1 = 10)

Part B

*Answer any eight questions.
Each question carries 2 marks.*

11. Write a note on origin of bank.
12. State the importance of Private Sector Banks.
13. What are the value added services offered by banks ?
14. Mention the factors to be consider by a banker while provide Housing loan.
15. What are the various types of endorsement ?
16. Explain the salient features of a cheque.
17. Write a note on Banking Ombudsman Scheme.

Turn over

18. State the advantages of Fixed Deposit account.
19. What are the issues in Micro finance ?
20. What are the objectives of deposit mobilization ?
21. What is Consortium Banking ? Explain.
22. What is Cheque Truncation System ?

(8 × 2 = 16)

Part C

*Answer any six questions.
Each question carries 4 marks.*

23. Critically examine the need of nationalization of Commercial banks.
24. State the functions of Regional Rural Banks.
25. What is EMI ? How EMI is being calculated ?
26. Compare the Farm loan and Education loan.
27. Explain the legal requirements of endorsements.
28. What are the obligations and the rights of a banker ?
29. Explain the circumstances in which bankers can disclose the Customer's account.
30. What are the advantages of Tele banking ?
31. What are the importance of providing priority sector advance by banks ?

(6 × 4 = 24)

Part D

*Answer any two questions.
Each question carries 15 marks.*

32. Explain the functions of a Commercial bank.
33. What do you mean by National Electronic Funds Transfer (NEFT) ? State its basic features and advantages.
34. Explain the general and special relationship between banker and customer.
35. Describe the objectives of Rural Credit.

(2 × 15 = 30)