



K17U 2288

Reg. No. : .....

Name : .....

V Semester B.Com. Degree (CCSS – Sup./Imp.)  
Examination, November 2017  
(2012 & 2013 Admissions)  
Core Course  
5B10COM : MODERN BANKING

Time : 3 Hours

Weightage : 30

**Instruction :** Answer may be written either in **English** or in **Malayalam**.

PART – A

This Part consists of **two** bunches of questions carrying **equal** weightage of **one**.  
**Each** bunch consist of **4** objective type questions. Answer **all** questions.

Choose the correct answer :

- I. 1) Credit creation is the function of  
a) RBI  
b) NABARD  
c) Commercial Bank  
d) IDBI
- 2) Special relationship of banker and customer  
a) Debtor creditor  
b) Agent and principal  
c) Trustee and beneficiary  
d) Maintain secrecy
- 3) Qualitative credit control technique  
a) Bank rate  
b) Open market operation  
c) Variable reserve  
d) Moral suasion
- 4) Lender of last resort is  
a) RBI  
b) SBI  
c) Central Government  
d) State Government (Wt.  $4 \times \frac{1}{4} = 1$ )

II. Match the following :

- 5) Federal bank  
6) Over draft  
7) Bank rate  
8) NEFT
- A) Quantitative control  
B) Electronic remittance  
C) Current account  
D) Selective control  
E) Schedule bank (Wt.  $4 \times \frac{1}{4} = 1$ )

P.T.O.



## PART – B

Answer **any eight** questions in **one** or **two** sentences **each**. **Each** question carries a weightage of **one**.

9. Define bank.
10. What is credit control ?
11. What is cash credit ?
12. What is Repo rate ?
13. What is Pledge ?
14. What is SWIFT ?
15. What is Debit Card ?
16. What is Core Banking ?
17. Who is a Minor ?
18. What is Universal Banking ?

(Wt. 8×1=8)

## PART – C

Answer **any six** questions. Answer **not** to exceed **one** page. **Each** question carries a weightage of **two**.

19. What are the sources of profits for Commercial Banks ?
20. What is multiple credit creation ?
21. What is Banker's Lien ?
22. What are the principles of good lending ?
23. Explain the importance of technology in Banking.
24. What is the importance of introduction in opening an account ?
25. Which are the items appearing in the asset side of Balance Sheet of a Commercial Bank ?
26. Explain open market operations. What are its limitations ?

(Wt. 6×2=12)

## PART – D

Answer **any two** questions. Answer **not** to exceed **four** pages. **Each** question carries a weightage of **four**.

27. Discuss the important functions of Reserve Bank of India.
28. Explain the role of Commercial Banks in Economic Development.
29. Discuss Banker-Customer relationship.

(Wt. 2×4=8)