



M 4364

Reg. No. : .....

Name : .....

V Semester B.A./B.Sc./B.Com./B.B.A./B.B.A. T.T.M./B.B.M./ B.C.A./  
B.S.W./B.A. Afsal ul ulama Degree (CCSS-Reg./Supple./Improv.)  
Examination, November 2013  
Core Course in Commerce  
5 B 10 COM : MODERN BANKING

Time : 3 Hours

Max. Weightage : 30

PART – A

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

I. Choose the correct answer from the alternatives.

1) An instrument which enables a customer to purchase goods upto a certain limit without making immediate payment.

- |                      |                |
|----------------------|----------------|
| a) Debit card        | b) Credit card |
| c) Travellers cheque | d) Bank draft  |

2) The largest bank in the private sector is

- |          |           |
|----------|-----------|
| a) RRB   | b) IDBI   |
| c) ICICI | d) NABARD |

3) Lender of the last resort.

- |                     |                    |
|---------------------|--------------------|
| a) Central bank     | b) Commercial bank |
| c) Cooperative bank | d) Rural bank      |

4) Electronic image of paper cheque

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|-----------------|---------|
| a) ECS          | b) RTEs |
| c) Tele banking | d) EFT  |

(W. = 1)

P.T.O.



II. Fill in the blanks with suitable words.

- 5) CORE banking stands for \_\_\_\_\_.
- 6) Banking transactions routed through internet is known as \_\_\_\_\_.
- 7) Loan create \_\_\_\_\_ and deposit create \_\_\_\_\_.
- 8) A banker is a \_\_\_\_\_ and a customer is \_\_\_\_\_ in primary relationship. (W.= 1)

PART – B

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

- 9) Define a Bank.
- 10) What is a scheduled bank ?
- 11) What do you mean by open market operation ?
- 12) What is universal banking ?
- 13) Define general lien.
- 14) State the use of paying in slip book.
- 15) What is simple mortgage ?
- 16) Define pledge.
- 17) What is assignment ?
- 18) Who is a mortgagor ? (W.= 8×1=8)



PART – C

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

- 19) Explain the different systems of note issue.
- 20) Distinguish between pledge and mortgage.
- 21) What are the merits of stock exchange securities ?
- 22) What are the limitations of credit creation ?
- 23) Explain the general utility services performed by a commercial bank.
- 24) What are the promotional functions of RBI ?
- 25) What are the precautions to be taken by the banker while opening account in the name of partnership firm ?
- 26) State the unique features of debtor creditor relationship between a banker and a customer. (W. = 6×2=12)

PART – D

Answer **any two**. **Each** question carries a weightage of **four** :

- 27) What are the exceptions to banker's obligation to observe secrecy of customers account ?
  - 28) State the procedure for closing an account.
  - 29) Discuss the role of Reserve Bank of India as banker's bank. (W. = 2×4=8)
- (WGP 2×4×4=32)
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