



M 7303

Reg. No. :

Name :

V Semester B.Com. Degree (CCSS – Reg./Supple./Imp.)
Examination, November 2014
CORE COURSE IN COMMERCE
5B10COM : Modern Banking
(2012 Admission)

Time : 3 Hours

Max. Weightage : 30

PART – A

This Part consists of **two** bunches of questions carrying **equal** weight of **one**.
Answer **all**.

I. Choose the **correct** answers :

- 1) The right of a creditor to retain any property belong to the debtor until all the debt is repaid.
 - a) General lien
 - b) Particular lien
 - c) Special lien
 - d) Lien
- 2) Securities deposited by third party to secure advance for the borrower
 - a) Primary security
 - b) Security
 - c) Collateral security
 - d) None of these
- 3) Bailment of goods as security for payment of a debt or performance of a promise is
 - a) Lien
 - b) Mortgage
 - c) Assignment
 - d) Pledge
- 4) When a customer deposits money with a banker, the banker is
 - a) Debtor
 - b) Creditor
 - c) Pledgee
 - d) None of these

(1 Weight)

P.T.O.



PART – C

Answer **any six** questions. **Each** carries a weightage of **two** :

- 19. Distinguish between cash credit and overdraft.
- 20. What are the different kinds of deposits accepted by a commercial bank ?
- 21. What are the promotional functions of RBI ?
- 22. What are the objectives of selective credit control ?
- 23. What are the various ways of creating money ?
- 24. Explain the precautions to be taken by a banker while opening an account in the name of a married women.
- 25. What are the agency services of a commercial banks ?
- 26. What are the primary relationship between a banker and customer. **(6×2=12)**

PART – D

Answer **any two** questions. **Each** carries a weightage **4**.

- 27. Explain the limitations of credit creation.
- 28. Discuss the main functions of RBI.
- 29. Explain the exceptions to the banker, obligation is maintain secrecy of customers account. **(2×4=8)**