



Reg. No. :

Name :

Fourth Semester B.Com. Degree Examination, June 2015
(First Degree Programme Under CBCSS)
Core Course : CO 1442/CX 1442/HM 1442/TT 1442
BANKING THEORY AND PRACTICE
**(Common for Commerce/Commerce and Tax Procedure and Practice/
Commerce and Tourism and Travel Management/Commerce and Hotel
Management and Catering)**
(2013 Admn.)

Time : 3 Hours

Max. Marks : 80

SECTION – A

Answer **all** questions in **one word** or to a **maximum** of **two** sentences **each**.
Each question carries **one** mark.

1. What is RTGS Service ?
2. Define Bank Rate.
3. What is CRR ?
4. Define the term "Customer".
5. What is Scheduled Banks ?
6. Define E-Cheques.
7. What is CRR ?
8. What is EFT ?
9. What is cash credit ?
10. What is NRE account ?

(10×1=10 Marks)

SECTION – B

Answer **any eight** questions in **not** exceeding **one** paragraph **each**. **Each** question carries **2** marks.

11. Explain the term "Bankers Bank" and its importance.
12. Distinguish between Unit banking and Branch banking.
13. Distinguish between Public Sector bank and Private Sector banks.



14. What is money at call and short notice ?
15. What is Garnishee order ?
16. Explain the meaning of NEFT.
17. What are the different types of endorsements ?
18. What are the essentials of a valid cheque ?
19. What is NPA ? Explain.
20. What do you mean by micro credit ?
21. What do you mean by financial inclusion ?
22. Define the terms 'Banker' and 'Customer'.

(8×2=16 Marks)

SECTION – C

Answer **any six** questions in about **120** words **each**. **Each** question carries **4** marks.

23. Give a brief account of origin of banking in India.
24. Explain the process of creation of credit.
25. What are the functions of NABARD ?
26. Explain the procedure for opening and operating of accounts by special types of customers.
27. Distinguish between Debit Cards and Credit Cards.
28. Explain briefly the function of note issue by the RBI.
29. What do you mean by priority sector lending ?
30. What are the important qualitative methods of credit control ?
31. Explain briefly about the statutory protection to a paying banker. (6×4=24 Marks)

SECTION – D

Answer **any 2** questions in **not** exceeding **4** pages. **Each** question carries **15** marks.

32. Explain the important functions of Commercial Banks and also its impact on the development of a country.
33. Explain various E-banking reforms implemented in India and its impact on the banking industry.
34. Describe the functions of Central Bank.
35. What are the essential features of a banker customer relationship ? In what circumstances can a banker disclose the state of his customers account to third parties ? (2×15=30 Marks)