

D 50777

(Pages : 2)

Name.....

Reg. No.....

**FIFTH SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2018**

(CUCBCSS—UG)

Open Course

ECO 5D 03—BANKING

Time : Two Hours

Maximum : 40 Marks

*Answers may be written either in English or in Malayalam.*

**Part A**

*Answer all questions.*

*Each question carries ½ marks.*

1. A negotiable instrument not by statute but by custom is ——— ?  
(a) Banker. (b) Agent.  
(c) Hundi. (d) Claim.
2. RBI Act was in the year ——— ?  
(a) 1948. (b) 1934.  
(c) 1969. (d) 1929.
3. ——— is not a method of granting advances in India ?  
(a) Cash credit. (b) Overdraft.  
(c) Bills discounting. (d) Devaluation
4. The most important type of deposit bank is :  
(a) Industrial banks. (b) Saving banks.  
(c) Exchange banks. (d) Commercial banks.
5. Note issuing authority in India :  
(a) SBI. (b) SBT.  
(c) RBI. (d) ADB.
6. The auction of treasury bills are done only at the ——— Mumbai.  
(a) LIC. (b) GIC.  
(c) RBI. (d) UTI.

Turn over

7. Direct credit in the Indian banking system is ——— lending.
- (a) Least lending. (b) General lending.  
(c) Reserve lending. (d) Priority sector lending.
8. KGB is in ———.
- (a) Karnataka. (b) Kerala.  
(c) Kashmir. (d) Gujarat.

(8 × ½ = 4 marks)

**Part B (Very Short Answer Type Questions)**

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

9. Define Unit banking.  
10. What is Chain banking ?  
11. Explain treasury bills.  
12. Explain joint account.  
13. What is open market operation ?  
14. Explain Bankers bank.  
15. What is a cheque ?

(5 × 2 = 10 marks)

**Part C (Short Essay Type Questions)**

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

16. Briefly explain the growth of banking in India.  
17. What are the functions of commercial banks ?  
18. What are the peculiarities of Indian money market ?  
19. Explain the balance sheet of a bank.  
20. Write a note on acceptance houses.  
21. Explain financial intermediaries.

(4 × 4 = 16 marks)

**Part D (Essay Type Questions)**

*Answer any one question.  
Each question carries 10 marks.*

22. Explain briefly the functions of RBI ?  
23. Explain the credit creation of a commercial bank ?

(1 × 10 = 10 marks)