

**D 70460**

(Pages : 3)

Name.....

Reg. No.....

**FIFTH SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2019**

(CUCBCSS—UG)

Economics

ECO 5D 03—BANKING

Time : Two Hours

Maximum : 40 Marks

**Part A (Objective Type Questions)**

*Write all the eight questions.*

*Each question carries ½ marks.*

1. SBI is a :
  - (a) Private Sector Commercial Bank.
  - (b) Public Sector Commercial Bank.
  - (c) Commercial Bank of Kerala Government.
  - (d) None of the above.
2. The Apex Banking Institution in India :
  - (a) NABARD.
  - (b) SIDBI.
  - (c) SBI.
  - (d) RBI.
3. Monetary policy is declared by :
  - (a) Government of India.
  - (b) RBI.
  - (c) Ministry of Finance.
  - (d) State Level Bankers' Committee (SLBC).
4. Land and Building of a bank is shown in the :
  - (a) Assets side of Balance sheet.
  - (b) Liability side of Balance sheet.
  - (c) Profit and Loss Account.
  - (d) Creditor's account.

Turn over

5. KSFE of Kerala government is a :
- (a) Bank. (b) Financial intermediary.  
(c) Commercial Enterprise. (d) Non-Profit organization.
6. After Independence, 14 major private banks were nationalized in India in :
- (a) 1955. (b) 1956.  
(c) 1969 (d) 1980
6. Merchant Banking is engaged in :
- (a) Project counseling.  
(b) Loan syndications.  
(c) Raising funds from capital markets.  
(d) All the above.
8. Banker's draft is a cheque drawn by a :
- (a) Customer. (b) Bank.  
(c) Creditor. (d) Debtor.

(8 × ½ = 4 marks)

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

*Write any five questions.*

*Each question carries 2 marks.*

9. What is bank deposit ?
10. What do you mean by money market ?
11. Write a note on financial intermediaries.
12. What do you mean by a Bill ?
13. Write any two features of partnership.
14. What is crossing of a cheque ?
15. Write a note on branch banking.

(5 × 2 = 10 marks)

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

*Write any four questions.*

*Each question carries 4 marks.*

16. Distinguish between joint and several guarantee.
17. What are the features of Indian money market ?
18. What are the functions of commercial banks ? Explain.
19. What are the types of negotiable instruments ? What are its characteristics ?
20. Explain the process of credit creation.
21. Write a note on the importance of banks.

(4 × 4 = 16 marks)

**Part D ((Essay Type Questions))**

*Answer any one question.*

*Each question carries 10 marks.*

22. Briefly explain the growth of banking in India.
23. Explain the role and functions of RBI.

(1 × 10 = 10 marks)