PSG COLLEGE OF ARTS & SCIENCE (AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2023

(First Semester)

Branch - COMMERCE (BANKING & INSURANCE)

FUNDAMENTALS OF BANKING

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

 $(10 \times 1 = 10)$

Module	Question	Question	K Level	СО
No.	No.	How many types of commercial banks are in India? a. 2 b. 3	K1	CO1
1	2	c. 4 d. 5 Indian banking system is a profit & oriented institution. a. Service b. Loss a. Gain d. Bank	K2	COI
2	3	From which account withdrawal can be made any number of times? a. Current b. Saving	K1	CO2
	4	c. Demand d. Recurring Which documents is not needed to open a bank account? a. Passport b. PAN Card c. Voter's Id Card d. Community certificate.	K2	CO2
3	5	regardless if it has a payment schedule or not. a. Open b. Active d. payment	K1	CO3
	6	is a type of security where the borrower uses an asset as collateral for a loan, but retains possession and use of the asset. a. Pledge b. Hypothecation	K2	CO3
4	7	c. Mortgage cheque is a cheque written by the drawer for a date in the future. a. Blank b. Traveller's c. Ante-dated d. Post-dated	K1	CO4
	8	Validity period of the cheque is months. a. 3	K2	CO
5	9	Which is the central bank of India? a. RBI b. IDBI d. ICICI	K1	CO
	10	Which among the following is not one of the function of RBI? a) Controlling inflation b) Banking Supervision c) Lender of last resort d) Controlling employment in the country	K	2 CO

SECTION - B (35 Marks)
Answer ALL questions

ALL questions carry EQUAL Marks

 $(5 \times 7 = 35)$

Module No.	Question No.	Question	K Level	СО
1	11.a.	Explain the history of Indian banking.		
		(OR)		COI
	11.b.	Outline the role of foreign banks in India.		
2	12.a.	Identify the various types of deposits.		CO2
		(OR)	K3	
	12.b.	Choose the advantages of using a bank passbook.		
3	13.a.	Explain the modes of charging security lien.		
		(OR)		CO3
	13.b.	Classify the various types of mortages.		
4	14.a.	What are the duties of a collecting banker?		
		(OR)		CO4
	14.b.	Identify the cheque truncation system and its objectives.		
5	15.a.	Distinguish between Statutory Liquidity Ratio and Cash Reserve Ratio.	K4	
		(OR)		COS
	15.b.	Classify the qualitative control methods of RBI.		

SECTION -C (30 Marks)
Answer ANY THREE questions

ALL questions carry **EQUAL** Marks $(3 \times 10 = 30)$

Module	Question	Question	K Level	СО
No.	No.	Analyse the primary functions of commercial	K4	CO1
1	16	bonks	101	
2	17	Examine the account opening procedure in a bank.	K4	CO2
3	18	Analyse the role of stock exchange.	K4	CO3
4	19	Categorise the different types of cheques.	K4	CO4
5	20	List out the main function of RBI.	K4	COS