

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BCom DEGREE EXAMINATION MAY 2025
(Sixth Semester)
Branch – **CORPORATE SECRETARYSHIP**
BANKING AND FINANCIAL SERVICES

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (5 x 1 = 5)

1. Which of the following is NOT a function of commercial banks in India?
(i) Accepting deposits (ii) Issuing currency
(iii) Providing loans and advances (iv) Remittances and fund transfer
2. _____ is a requirement under the KYC (Know Your Customer) guidelines issued by the RBI?
(i) Banks must provide loans to all customers
(ii) Customers must present proof of income only
(iii) Banks must verify the identity of customers through documents
(iv) Banks are required to make all customer information public
3. A major benefit of using Mobile Banking in e-banking?
(i) It requires a computer with internet access
(ii) It provides round-the-clock banking services through mobile apps
(iii) It is only available for current account holders
(iv) It has no security features like PIN or encryption
4. The primary purpose of life insurance?
(i) To protect assets from theft
(ii) To ensure financial security for the family in case of the policyholder's death
(iii) To provide coverage for natural disasters
(iv) To insure against damage to personal property
5. _____ is a primary advantage of investing in a mutual fund?
(i) Guarantees high returns
(ii) Provides a diversified investment portfolio
(iii) Requires no management fees
(iv) Guarantees protection from market risks

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 3 = 15)

6. a) Bring out the relationship between a banker and a customer.
OR
b) Discuss the role of the Reserve Bank of India (RBI) in regulating the banking system.

Cont....

7. a) List out and explain the different types of bank customers.
OR
b) Define cheque and its features.
8. a) Outline the limitations of e-banking.
OR
b) List out and explain the advantages of Electronic Fund Transfer (EFT).
9. a) Discuss the basic principles of insurance.
OR
b) Explain the significance of insurance in today's economy.
10. a) Recall the merits and limitations of mutual funds.
OR
b) Narrate the key components of mutual fund.

SECTION -C (30 Marks)

Answer any **Three** questions

ALL questions carry **EQUAL** Marks

(3 x 10 = 30)

11. Analyze the structure of the Indian Banking System and the role played by different types of banks.
12. Enumerate the RBI guidelines for Know Your Customer (KYC)? Explain its significance in the banking system.
13. Highlight the features, advantages and how it revolutionized banking in India for Core Banking Service (CBS)?
14. Elucidate the different types of insurance policies with examples, focusing on life and general insurance.
15. Discuss the different types of mutual fund schemes available to investors.

Z-Z-Z END