

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2025  
(Fifth Semester)

Branch – COMMERCE (BANKING & INSURANCE)

**MAJOR ELECTIVE COURSE – I: DEVELOPMENT BANKING**

Time: Three Hours

Maximum: 75 Marks

**SECTION-A (10 Marks)**

Answer ALL questions

ALL questions carry EQUAL marks

(10 × 1 = 10)

Module No	Question No.	Question	K Level	CO
1	1	The main source of non-institutional rural credit is a) Moneylenders      b) Co-operatives c) NABARD              d) RBI	K1	CO1
	2	Which of the following is a characteristic of Indian agriculture? a) Mechanized farming      b) Subsistence farming c) Large-scale farming      d) Corporate farming	K2	CO1
2	3	NABARD was established in the year a) 1975      b) 1982      c) 1991      d) 2000	K1	CO2
	4	BLBC stands for a) Block Level Banking Committee b) Block Level Bankers Committee c) Basic Level Bankers Conference d) Banking and Lending Bureau Council	K2	CO2
3	5	RRBs were set up under the recommendations of a) Narasimham Committee      b) Gadgil Committee c) Kelkar Committee              d) Rangarajan Committee	K1	CO3
	6	Which card was introduced to provide credit to farmers? a) Debit card                      b) Credit card c) Kisan Credit Card              d) Green Card	K2	CO3
4	7	The apex body of co-operative credit in India is a) NABARD b) State Co-operative Bank c) Primary Agricultural Credit Society d) RBI	K1	CO4
	8	Financial inclusion refers to a) Excluding poor from banking b) Providing banking services to all sections c) Only credit to industries d) Only urban banking	K2	CO4
5	9	The Lead Bank Scheme was introduced in a) 1969      b) 1975      c) 1982      d) 1991	K1	CO5
	10	The principal housing finance institution in India is a) NABARD      b) SIDBI      c) NHB      d) RBI	K2	CO5

**SECTION - B (35 Marks)**

Answer ALL questions

ALL questions carry EQUAL Marks

(5 × 7 = 35)

Module No	Question No.	Question	K Level	CO
1	11.a.	Explain the sources of rural credit.	K2	CO1
	(OR)			
	11.b.	State the role of agriculture in economic development.		

Cont...

2	12.a.	Explain the organizational setup of NABARD.	K3	CO2
	(OR)			
	12.b.	What are the recent development initiatives of NABARD?		
3	13.a.	Discuss the performance of Commercial Banks.	K3	CO3
	(OR)			
	13.b.	Explain the role of technology in rural banking.		
4	14.a.	Describe the short-term co-operative credit structure.	K4	CO4
	(OR)			
	14.b.	Explain the problems and prospects of co-operative credit societies.		
5	15.a.	State the objectives and functions of SIDBI.	K4	CO5
	(OR)			
	15.b.	Explain the management and activities of National Housing Bank.		

**SECTION -C (30 Marks)**

Answer ANY THREE questions

ALL questions carry EQUAL Marks

(3 × 10 = 30)

Module No.	Question No.	Question	K Level	CO
1	16	Explain the causes and consequences of rural indebtedness in India.	K4	CO1
2	17	Describe the functions and role of NABARD in rural development.	K4	CO2
3	18	Explain the restructuring strategies and financial performance of RRBs.	K4	CO3
4	19	Discuss the role of co-operative credit institutions in financial inclusion.	K4	CO4
5	20	Explain the Lead Bank Scheme and Service Area Approach.	K4	CO5

Z-Z-Z

END