23CBI521N

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2026
(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)

Question No.	Question	K Level	CO
1	The main cause of rural poverty in India is: a) Industrialization b) Low agricultural productivity c) Urbanization d) Banking reforms	K1	CO1
2	Which is an institutional source of rural credit? a) Moneylenders b) Friends & relatives c) Commercial banks d) Landlords	K2	CO1
3	The apex bank for agricultural and rural development in India is: a) RBI b) NABARD c) SIDBI d) NHB	K1	CO2
4	SLBC refers to: a) State Level Bankers Committee b) State Level Banking Council c) State Loan & Borrowers Committee d) State Local Bank Cell	K2	CO2
5	The first Regional Rural Bank in India was established in: a) 1969 b) 1975 c) 1982 d) 1990	K1	CO3
6	"No-frills account" is associated with: a) High interest deposits b) Zero balance savings account c) Foreign exchange account d) Overdraft account	K2	CO3
7	The lowest tier in the short-term co-operative credit structure is: a) State Co-operative Bank b) District Central Co-operative Bank c) Primary Agricultural Credit Society d) NABARD	K1	CO4
8	Business Correspondents (BCs) in rural finance act as: a) Lenders b) Intermediaries of banks c) Policy makers d) Government officials	K2	CO4
9	The principal objective of SIDBI is: a) Housing finance b) Industrial development of small-scale units c) Agricultural development d) Rural poverty eradication	K1	CO5
10	The National Housing Bank is a wholly owned subsidiary of: a) RBI b) NABARD c) SIDBI d) SBI	K2	CO5

Cont…

SECTION - B (35 Marks)
Answer **ALL** questions
ALL questions carry **EQUAL** Marks (5 × 7 = 35)

Question No.	Question	K Level	CO
11.a.	Explain the role of government policies and programs in rural development.	K1	CO1
	(OR)		
11.b.	Write a note on the structure and characteristics of Indian agriculture.		
12.a.	Explain the functions of RBI in rural banking.	K2	CO2
	(OR)		
12.b.	Write short notes on BLBC and DCC.		
13.a.	Illustrate the role of commercial banks in rural credit.	K3	CO3
	(OR)		
13.b.	Identify the features of Kisan Credit Cards.		
14.a.	Examine the long-term co-operative credit structure in India.	K4	CO4
	(OR)		
14.b.	Analyse the role of co-operative credit societies in inclusive growth.		
15.a.	Assess the functions of Lead Banks under the Lead Bank Scheme.	K4	CO5
	(OR)		
15.b.	Evaluate the objectives of NHB.		

SECTION -C (30 Marks)
Answer **ANY THREE** questions
ALL questions carry **EQUAL** Marks (3 × 10 = 30)

Question No.	Question	K Level	CO
16	Discuss the importance of infrastructure in rural development.	K1	CO1
17	Analyse the development role of NABARD and its recent initiatives.	K2	CO2
18	Critically evaluate the performance of RRBs in agricultural credit.	K5	CO3
19	Explain the role of co-operative credit institutions in rural financing.	K2	CO4
20	Discuss the objectives, management, and business activities of NHB.	K5	CO5

Z-Z-Z END