

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2024
(Fifth Semester)

Branch – COMMERCE (ACCOUNTING & FINANCE)

BANKING AND FINANCIAL INSTITUTIONS

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(5 x 1 = 5)

- 1 What is the primary function of a bank?
(i) Accepting Deposits (ii) Fixed Deposits
(iii) Current Deposits (iv) Savings Deposits
- 2 Who can cancel the crossing on a cheque
(i) The payee. (ii) The paying banker
(iii) The endorser (iv) The drawer
- 3 Choose mode of charging security in which immovable property is associated with
(i) Lien (ii) Mortgage
(iii) Pledge (iv) Hypothecation
- 4 Which is the fastest possible money transfer system through banking channel
(i) RTGS (ii) EFT
(iii) ATM (iv) RGTS
- 5 Which one among the following has not started commercial banking?
(i) SIDBI (ii) IDBI
(iii) ICICI (iv) UTI

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

- 6 a) State the primary function of banks.
OR
b) Explain about origin of banking in India.
- 7 a) Classify the duties of collecting banks.
OR
b) Explain the conditions to honor cheques.
- 8 a) Explain about advances against goods.
OR
b) State the elements of a sound lending policy for a bank.
- 9 a) Narrate the techniques of monetary control used by the RBI.
OR
b) Describe electronic banking.
- 10 a) Explain about ICICI.
OR
b) Explain functions of NABARD.

SECTION -C (30 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks

(5 x 6 = 30)

11 a) Analyse role of commercial banks in economic development.

OR

b) Explain about different types of commercial banks.

12 a) Distinguish between holder and holder in due course.

OR

b) Discuss the duty and responsibility of a paying banker.

13 a) Discuss the various forms of advances.

OR

b) Enumerate the various types of collateral security used by banks.

14 a) Highlight the important functions of the Reserve Bank of India.

OR

b) Discuss in detail about various types of electronic fund transfer.

15 a) Explain the functions and services of EXIM Bank.

OR

b) Evaluate lending policies of financial institutions in India.

Z-Z-Z

END