

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2024  
(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 × 1 = 10)

Module No.	Question No.	Question	K Level	CO
1	1	A Commercial bank is a financial institution that accepts deposits and offers checking and _____ account services and make loans. a.Fixed b. Savings c. Nominee d.Borrower	K1	CO1
	2	Accepting deposits & lending loans are the _____ functions of bank. a. Primary b.Secondary c. Teritary d.Quarternary	K2	CO1
2	3	_____ type of account is suitable for people who have a definite income and are looking to save money. a.Current b. Saving c. Demand d. Recurring	K1	CO2
	4	While opening the _____ account a person has to agree to deposit a fixed amount once in a month for a certain period. a.Time b. Saving c. Recurring d. Demand	K2	CO2
3	5	_____ is a type of loan used to purchase or maintain a home, land, or other types of real estate. a.Pledge b. Hypothecation c.Mortgage d.Termination	K1	CO3
	6	_____ loan, give the lender the right to seize the asset to use as collateral when failed to repay the loan. a.Home b. Car c. Unsecured d. Secured	K2	CO3
4	7	_____ crossing is also known as a restrictive crossing. a. General b. Special c. Account payee d. Not negotiable	K1	CO4
	8	_____ cheque is a cheque written by the drawer for a date in the future. a.Blank b. Traveller's c.Antedated d. Post-dated	K2	CO4
5	9	Who is the current governor of RBI ? a.Urjit patel b. Bimal jalan c. Shakthi kanta das d. Nirmala Sitaraman	K1	CO5
	10	In SLR, S stands for _____. a. Single b.Standing c. Statutory d. Seperate	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.	Find out the origin of banking.	K2	CO1
		(OR)		
	11.b.	What are the secondary functions of bank?		
2	12.a.	Tell about the use of Know your customer.	K2	CO2
		(OR)		
	12.b.	What are the types of customers?		

Cont...

3	13.a.	Analyse advance against stock exchange securities.	K4	CO3
	(OR)			
	13.b.	Difference between pledge & hypothecation.		
4	14.a.	Choose the areas where the different types of negotiable instruments used.	K3	CO4
	(OR)			
	14.b.	Identify the various functions of paying banker.		
5	15.a.	Discover the credit control measures by RBI.	K3	CO5
	(OR)			
	15.b.	Identify the prime lending rate in RBI.		

**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	Dissect growth & development of banking in India.	K4	CO1
2	17	Distinguish between relationship between bank & customer.	K4	CO2
3	18	Compare secured & unsecured advances.	K4	CO3
4	19	Examine the Paying banker & statutory protection for them.	K4	CO4
5	20	Analyse the functions of RBI.	K4	CO5

Z-Z-Z

END