

K16U 1407

Reg. No. :

Name :

V Semester B.A. Degree (CCSS – Supple./Imp.)

Examination, November 2016

CORE COURSE IN ECONOMICS/DEVELOPMENT ECONOMICS

5 B09 ECO : Modern Banking

(2012-'13 Admissions)

Time : 3 Hours

Max. Weightage : 30

Instruction : Answers may be written in **English** or in **Malayalam**.

PART – A

(Objective type questions (in bunches of two))

I. Choose the correct answer :

1) NABARD was established in

- a) 1980 b) 1981 c) 1982 d) 1983

2) The present RBI Governor is

- a) Y.B. Reddy b) Reghuram Rajan
c) Bimal Jalan d) D. Subbarao

3) The rate at which RBI borrows money from the Commercial Banks

- a) Bank rate b) Repo rate
c) Reverse repo rate d) Cash reserve ratio

4) The State Bank of India was constituted on

- a) 1 April 1935 b) 1 January 1949
c) 1 July 1955 d) 1 September 1956 **(Weightage = 1)**

II. 5) Which bank became the State Bank of India in 1955 ?

- a) General Bank of India b) Bank of Hindustan
c) Imperial Bank of India d) Federal Bank of India

6) The full form of PIN in ATM transaction is

- a) Permanent Information Number
b) Personal Identification Number
c) Professional Identification Number
d) Personal Index Number

P.T.O.



- 7) The largest Commercial Bank in India
a) RBI b) SBI c) ICICI Bank d) PNB
- 8) Qualitative instruments of monetary policy does not include
a) Margin requirements b) Direct action
c) Moral suasion d) Open market operations
- (Weightage 1)**

PART – B

Short answer questions. Answer **any ten** questions of the following **not** exceeding **50** words **each**. **Each** question carries **1** weightage.

9. What do you mean by credit control ?
10. What is portfolio management ?
11. Define microfinance.
12. What do you mean by treasury bill ?
13. What is a debit card ?
14. Define E-banking.
15. What is ATM ?
16. What is meant by bank nationalization ?
17. Define bank rate.
18. What is a negotiable instrument ?
19. Distinguish between Banker's cheque and Traveler's cheques.
20. Define hypothecation. **(Weightage 1×10=10)**

PART – C

Short essays. Answer **any five** questions **not** exceeding **150** words **each**. **Each** question carries **2** weightage.

21. What are the functions of Regional Rural Banks ?
22. Prepare a note on NABARD.



- 23. Explain the functions of Commercial Banks in India.
- 24. Examine the objectives of IDBI.
- 25. What are the functions of the ICICI ?
- 26. Point out the essential conditions for exercising the right of lien.
- 27. Discuss the common method of charging securities. **(Weightage 2x5=10)**

PART – D

Long essays. Answer **any two** questions **not** exceeding **450** words **each**. Each question carries **4** weightage.

- 28. Explain the traditional and promotional functions of the Reserve Bank of India.
- 29. Discuss the sound principles of lending.
- 30. Examine the features of negotiable instruments.
- 31. Discuss the features and merits of innovations in banking sector. **(Weightage 4x2=8)**