



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) Reghulam 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 2×5=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 4×2=8)**