

D 90357

(Pages : 3)

Name.....

Reg. No.....

FIFTH SEMESTER B.A./B.Sc. DEGREE EXAMINATION, NOVEMBER 2020

(CUCBCSS—UG)

Economics

ECO 5D 03—BANKING

Time : Two Hours

Maximum : 40 Marks

Part A (Objective Type Questions)

*All questions to be attended.  
Each question carries ½ mark.*

1. The Central Bank of India is :
  - a) SBI.
  - b) NABARD.
  - c) RBI.
  - d) Bank of India.
2. The statement of Assets and Liability of an enterprise on a particular date is known as :
  - a) Balance of Payment.
  - b) Balance Sheet.
  - c) Capital Account.
  - d) Balance of Assets.
3. An independent bank which does not have any connecting branch in other areas is :
  - a) Branch banking.
  - b) Unit banking.
  - c) Chain banking.
  - d) Mixed banking.
4. Which institution is legally empowered to issue currency notes in India ?
  - a) Commercial Bank.
  - b) Co-operative Bank.
  - c) RBI.
  - d) World Bank.
5. The LIC was formed in the year :
  - a) 1964.
  - b) 1967.
  - c) 1956.
  - d) 1969.
6. Which of the following is NOT a negotiable instrument ?
  - a) Cheque.
  - b) Bill.
  - c) Promissory Note.
  - d) Debit and Credit Cards.

Turn over

7. Liability of a partner is :

- a) Limited to the amount of his share.
- b) Unlimited.
- c) Limited to the share of partners.
- d) None of the above.

8. Market for short term funds is :

- a) Capital Market.
- b) Money market.
- c) Stock exchange.
- d) SEBI.

(8 × ½ = 4 marks)

**Part B (Very Short Answer Type Questions)**

*All questions can be attended and overall ceiling.  
Each question carries 2 marks.*

- 9. Write a note on mixed banking.
- 10. What do you mean by credit creation ?
- 11. What is financial intermediary ?
- 12. Explain any *two* functions of the RBI.
- 13. What are the services offered by the Commercial banks ?
- 14. What are the features of Indian money market ?
- 15. Write a note partnership.

(5 × 2 = 10 marks)

**Part C (Short Essay Type Questions)**

*All questions can be attended and overall ceiling.  
Each question carries 4 marks.*

- 16. Distinguish between joint and several guarantee.
- 17. Distinguish between branch banking and unit banking.
- 18. What are the functions of merchant banking ?
- 19. What are features of treasury bills ?

20. What are the types of advances offered by the Commercial banks ?
21. What are the risks involved in the transactions using cheque ?

(4 × 4 = 16 marks)

**Part D (Essay Type Questions)**

*All questions can be attended and overall ceiling.*

*Each question carries 10 marks.*

22. Examine the importance of banks in growth and development of an economy.
23. Explain the importance of negotiable instruments.

(1 × 10 = 10 marks)