

(6 pages)

Reg. No. :

Code No. : 32186 E Sub. Code : EMBF 22

B.Com. (CBCS) DEGREE EXAMINATION,
APRIL 2024.

Second Semester

Banking and Finance - Core

BANKING LAW AND PRACTICE

(For those who joined in July 2023 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. We should keep our savings with banks because _____.
- (a) It is safe
(b) Earns interest
(c) Can be withdrawn anytime
(d) All of the these

2. Bank does not give loan against _____.
- (a) Gold Ornaments
(b) LIC policy
(c) Lottery ticket
(d) NSC
3. Which of the following is a step that the central bank will take to encourage greater investment in the economy?
- (a) It will look to increase the cash reserve ratio
(b) It will look to reduce the cash reserve ratio
(c) It will look to increase the bank rate
(d) It will look to sell the government securities in the open market.
4. Which of the following is a step that the central bank will take to increase the overall availability of credit?
- (a) It will sell the government securities in the market
(b) It will buy more government securities from the market
(c) It will raise the reverse repo rate
(d) It will raise the repo rate

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5. Nomination can be done in _____.
- (a) Savings Bank account
(b) Recurring Deposit account
(c) Fixed Deposit account
(d) All of the these
6. Banks pays interest on _____.
- (a) Deposits (b) Loans
(c) Both (a) and (b) (d) None of the these
7. Maximum amount of Cheque _____.
- (a) Rs. 100 crore (b) No limit
(c) Rs. 1 crore (d) None of the these
8. Payment of cheque can be stopped by _____.
- (a) Beneficiary (b) Nominee
(c) Drawer of cheque (d) All of the these
9. Which of the following is not a form of E-banking?
- (a) Internet banking
(b) Electronic cheque conversion
(c) Direct Deposit in Bank
(d) Mobile Banking

10. E-banking is also known as _____.
- (a) ATMs
(b) Net banking
(c) Traditional banking
(d) None of the these

PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).
Each answer should not exceed 250 words.

11. (a) What are the features of banking?
Or
(b) What are the provisions of banking regulations act?
12. (a) Write a note on central banking.
Or
(b) Write a note on commercial banking.
13. (a) Write a note on deposits.
Or
(b) What is loans and advance?
14. (a) What is negotiable instruments act?
Or
(b) Write a note on endorsement.

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[P.T.O.]

15. (a) What are the benefits of ATM?

Or

(b) What are the differences between NEFT and RTGS?

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b)
Each answer should not exceed 600 words.

16. (a) Explain the components of Indian banking.

Or

(b) Explain the various types of banking.

17. (a) Explain the functions of central bank.

Or

(b) State the functions of commercial banking.

18. (a) Explain the types of deposits.

Or

(b) Discuss the principles of loans and advance.

19. (a) Explain the objectives of cheques.

Or

(b) Describe the types of crossing.

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20. (a) Explain the functions of mobile banking.

Or

(b) Discuss the demerits of digital banking.

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