

Vidya Vikas Mandal's  
Shree Damodar College of Commerce and Economics, Margao-Goa  
FY BCOM (Semester II), End Semester Examination, April 2015  
Fundamentals of Banking  
(Revised course w.e.f. 2013-14)

**Duration: 2hrs**

**Max Marks: 80**

**Instructions :**

1. All questions are compulsory
2. Start each new question on a fresh page
3. Figures to the right indicate maximum marks

1. Answer any four of the following (4x4=16)
  - a. Obligation to honor cheques.
  - b. Endorsement.
  - c. List and explain any two expenses of a bank.
  - d. Paying banker.
  - e. Repo and reverse repo rate.
  - f. Define customer.
2. Answer any four of the following (4x4=16)
  - a. Obligation to maintain secrecy of customers account.
  - b. Promissory notes.
  - c. Importance of productivity of bank.
  - d. What is Bank rate?
  - e. Termination of bank customer relationship.
  - f. Bankers draft.
3.
  - a. Explain the different forms of bank-customer relationship. (12)

**OR**

  - b. Explain briefly supervisory and developmental functions of RBI. (12)
4.
  - a. List all the assets and liabilities of a bank and briefly explain them. (12)

**OR**

  - b. Explain the qualitative instrument used by the RBI to control credit in India. (12)
5.
  - a. Explain briefly CIBIL with reference to its functions and credit score. (12)

**OR**

  - b. Explain the liquidity ratio as used by banks. (12)
6.
  - a. What are bills of exchange? List the essentials and types of bills of exchange. (12)

**OR**

  - b. Discuss the various rights of a banker. (12)