

Fundamentals of Banking

Duration: 2 Hours

Max. Marks: 80

Instructions:

- All Questions are compulsory.
- Figures to the right indicate marks.
- Answer each question on a fresh page.

1. Answer **any four** of the following: (4*4 =16)
 - a. Right of set-off.
 - b. Safety deposit lockers in banks.
 - c. Holder in due course.
 - d. Stale cheques.
 - e. Crossed cheques.
 - f. Bill of exchange.
2. Answer **any four** of the following: (4 *4 =16)
 - a. RBI's function of note issue.
 - b. Development functions of RBI.
 - c. Features of banking Ombudsman.
 - d. Profit & Loss account of a bank.
 - e. Book debt/Sales ratio.
 - f. Bank's balance sheet.
3. A. Explain the Debtor Creditor relationship between a Banker and a Customer. (12)

OR

- 3. B. Explain the banker's obligation to disclose a customer's account under the compulsion of law and in public interest. (12)
- 4. A. What is meant by Endorsement? Explain the different types of endorsement. (12)

OR

- 4. B. Who is a collecting banker? Explain the duties and responsibilities of a collecting banker. (12)
- 5. A. Explain the quantitative methods of credit control used by the RBI to control inflation. (12)

OR

- 5. B. Explain the main features and functions of the Credit Information Bureau (India) Ltd.
- 6. A. Explain the various liquidity ratios. (12)

OR

- 6. B List and explain the expenditure and assets of a bank. (12)