

## 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)

- Anti-dated and post-dated cheques.
- Marking of cheques.
- Distinguish between a bill of exchange and cheque.
- Garnishee order.
- Define the customer of a bank.
- Any two types of endorsement.

2. Answer **any four** of the following: (4 \*4 =16)

- Cash reserve ratio of RBI
- RBI as banker to the government.
- List the profit and loss account of a bank.
- Any four functions of CIBIL.
- Profitability ratio.
- RBI's development functions.

3. A. Explain the Debtor Creditor relationship between a Banker and a Customer. (12)

OR

3. B. Briefly explain the various rights of a banker. (12)

4. A. Who is a paying banker? Outline the precautions he must take before honouring a cheque. (12)

OR

4. B. What is meant by crossing of cheques? Explain the various types of crossing. (12)

5. A. Explain the following methods of credit control by the RBI

- Open market operations
- Credit rationing
- Bank rate policy
- Moral suasion

(12)

OR

5. B. Explain the Banking Ombudsman Scheme.

6. A. Explain the various operating ratios. (12)

OR

6. B List and explain the assets and liabilities of a bank's balance sheet. (12)