

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. Closing of a customer's account by the bank.
  - b. Banker as trustee.
  - c. Bank's lien.
  - d. Material alteration of a cheque.
  - e. Parties to a cheque.
  - f. Any two types of endorsement.
2. Answer **any four** of the following: (4 \*4 =16)
  - a. RBI's supervisory functions.
  - b. RBI as a lender of the last resort.
  - c. Any four functions of CIBIL.
  - d. Book debt / sales ratio.
  - e. Capital adequacy ratios.
  - f. List the items of Revenue & Expenditure of a bank.
3. A. Explain the bank's debtor creditor and agent's relationship with the Customer. (12)

OR
3. B. Explain the Banker's statutory obligation to honour cheques and list the circumstances under which a banker is justified in dishonouring his customer's cheque. (12)
4. A. What is meant by crossing of cheques? Explain the various types of crossing. (12)

OR
4. B. Who is a holder in due course? Explain his rights and privileges. (12)
5. A. Explain the Banking Ombudsman Scheme. (12)

OR
5. B. Explain the qualitative credit control measures which form a part of the monetary policy of RBI.
6. A. State and explain the various liquidity ratios used by banks. (12)

OR
6. B List the items of assets and liabilities in the balance sheet of a bank and explain them. (12)

\*\*\*\*\*