

VVM's  
Shree Damodar College of Commerce & Economics, Margao-Goa  
F.Y.B.Com Semester-II, May/June Supplementary Examination 2018  
Fundamentals of Banking-I (old Course)

**Duration: 2 hrs**

**Max Marks: 80**

**Instructions: - All Questions are compulsory**

**Figures to the right indicate marks**

**Answer Q1 & 2 in 100 words and Q3 to 6 in 400 words approximately**

**Answer each question on a fresh page**

**Q1. Write short note on any four of the following. (4x4=16)**

1. Bank as trustee
2. Features of Negotiable Instruments.
3. Closing of a customer's account by a bank
4. Any two types of endorsement.
5. Garnishee order
6. Banks obligation to honour cheques.

**Q2. Write short notes on any four the following. (4x4=16)**

1. Profitability ratios.
2. Meaning of a financial statement.
3. List the Assets & Liabilities of a bank
4. Any two traditional functions of RBI
5. Credit information Bureau (India) Ltd.
6. Qualitative credit control.

**Q3.A. Explain the debtor-creditor and Banker as agent relationships between the banker and customer (12)**

OR

**Q3.B. Explain the Banker's Right to Lien, Right to Set off. (12)**

**Q4.A. Explain the different types of cheques (12)**

OR

**Q4.B. Answer the following (any two) (12)**

- 1) Holder in due course
- 2) Parties to a cheque and features of a cheque
- 3) Duties of a collecting banker

**Q5.A. Explain briefly the capital adequacy ratios and Liquidity ratios (12)**

OR

**Q5.B. Explain the various Income and Expenditure items of a bank's financial statement (12)**

**Q6.A. Explain the quantitative credit control instruments of the RBI (12)**

OR

**Q6.B. What is Banking Ombudsman Scheme? List the different types of complaints that come under the scope of this Act (12)**