





SACRED  
HEART  
COLLEGE  
Autonomous



**SACRED HEART COLLEGE  
(AUTONOMOUS)**

THEVARA, KOCHI -13  
(Affiliated to Mahatma Gandhi University,  
Kottayam)

Name.....  
.....

Reg. No. .... Name.....

**B.COM DEGREE EXAMINATION - NOVEMBER 2014**

**FIRST SEMESTER- COMMERCE (CORE)**

**COURSE: U1CRCOM2: MODERN BANKING**

Time: Three Hours

Max. Marks: 75

**Section A**

**I. Answer all questions. Each question carries one mark.**

1. Expand EFT.
2. Expand KYC.
3. ECS stands for .....
4. Expand BPLR.
5. Expand MICR.
6. Give the name of a scheduled bank with its head office in Kerala.
7. The year of enacting Banking Regulation Act is.....
8. The Repo rate at present is.....
9. Expand ATM.
10. Expand CRR. (10 x 1=10)

**Section B**

**II. Answer any eight of the following.**

11. What is a Credit card?
12. What do you mean by Social Banking?
13. Name any two Priority sectors for lending as stipulated by the RBI.
14. What do you mean by Differential Interest Rate?
15. What is floating rate of interest?
16. Define a 'Cheque'.
17. Define 'Endorsement'.
18. What is cash credit?
19. Define Minor.
20. What do you mean by Telebanking?

(8 x 2=16)

**Section C**

**III. Answer any five of the following.**

21. Explain the mechanism of credit creation.
22. Describe the features of lead bank scheme.
23. Explain the functions of Banking Ombudsman.
24. Define 'General Crossing'. Give the Specimen of general crossing.
25. Write a short note on EMI.

- 26. What are the advantages of E-Purse?
- 27. Explain the procedure for granting Education loan.

(5 x 5 = 25)

**Section D**

**IV.** Answer **any two** of the following

- 28. Describe the general features of the relationship between a banker and a customer.
- 29. Explain the procedure for obtaining a Housing Loan from a Bank.
- 30. Define NPA. Explain the various Categories of NPAs.
- 31. Why the priority sector lending obligations are imposed by the RBI? Outline the classification of priority sector advances.

(2 x 12 = 24)

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