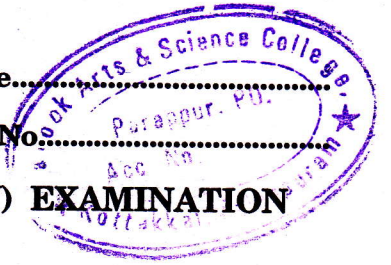


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Name.....

Reg. No.....



**SECOND SEMESTER B.A. DEGREE (SUPPLEMENTARY) EXAMINATION
MAY 2016**

(UG-CCSS)

Complementary Course

EC 2C 03—BANKING—II

(2013 Admissions)

Time : Three Hours

Maximum : 30 Weightage

Answers may be written either in English or in Malayalam.

Section A

Answer all twelve questions.

I. Multiple Choice Questions :

1 The Negotiable Instruments Act was enacted in :

- (a) 1947. (b) 1991.
(c) 1951. (d) 1881.

2 Acceptance of drawee is required in the case of :

- (a) Bill payable after sight.
(b) Bill payable on demand.
(c) Promissory note payable on demand.
(d) All of these.

3 Which of the following is a type of account meant for promoting saving habits among people of moderate means ?

- (a) Current account. (b) Savings bank Account.
(c) fixed deposits account. (d) All of these.

4 Account payee crossing is :

- (a) Restricted crossing. (b) General crossing.
(c) Special crossing (d) None of these.

Turn over

II. Fill in the blanks :

- 5 Call money market is an example of _____ Market.
- 6 Fixed deposits are also known as _____ deposits.
- 7 _____ is a message to the paying banker to pay the amount of a cheque to another bank.
- 8 _____ is a facility given to the current account holders of over drawing the account.

III. Answer in a word/sentence :

- 9 Acceptance house.
- 10 Bill discounting.
- 11 Order cheque.
- 12 Crossing of a cheque.

(12 × ¼ = 3 weightage)

Section B

Answer *all nine* questions.

IV. Short answer type questions :

- 13 What is money market ?
- 14 What is meant by promissory note ?
- 15 What are current deposits ?
- 16 What is meant by company guarantee ?
- 17 What is meant by individual surety ?
- 18 Who are the parties to a cheque ?
- 19 What is meant by stock exchange securities ?
- 20 What is Partnership ?
- 21 What do you mean by a bank pass book ?

(9 × 1 = 9 weightage)

Section C

Answer any *five* out of seven :

V. Short essay or paragraph questions :

- 22 Distinguish between Primary and Secondary resources of a bank.
- 23 What are the duties of a paying banker ?
- 24 Distinguish between not negotiable crossing and account payee crossing.

- 25 Explain the duties of a banker to his customer in the collection of cheque.
- 26 Explain the merits of stock exchange securities.
- 27 Enumerate the precautions which a banker should take while granting advances against life policies.
- 28 Distinguish between secured loans and unsecured loans.

(5 × 2 = 10 weightage)

Section D

Answer any *two* from three :

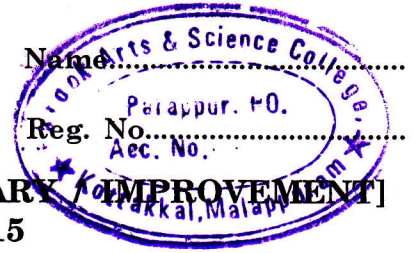
VI. Essay Type Questions :

- 29 What are negotiable instruments? Examine the important features of bill of exchange and cheque as negotiable instrument.
- 30 State the different types of loans which the commercial banks may make to their customers.
- 31 Explain the structure and peculiarities of Indian money market.

(2 × 4 = 8 weightage)

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(Pages : 3)



**SECOND SEMESTER B.A. DEGREE [SUPPLEMENTARY / IMPROVEMENT]
EXAMINATION, APRIL/MAY 2015**

(UG—CCSS)

Complementary Course—Economics

EC 2C 03—BANKING—II

(2013 Admissions)

Time : Three Hours

Maximum : 30 Weightage

Section A

Answer all twelve questions.

I. Multiple Choice Questions :—

- 1 Treasury bills are promissory notes of
 - (a) Business firms.
 - (b) Government.
 - (c) Banks.
 - (d) All of these.
- 2 Which of the following is not a component of bank deposits ?
 - (a) Current deposits.
 - (b) Saving deposits.
 - (c) Safe deposits.
 - (d) Fixed deposits.
- 3 Banks create credit.
 - (a) On the basis of their securities.
 - (b) On the basis of their cash deposits.
 - (c) On the basis of their total assets.
 - (d) None of these.
- 4 Account payee crossing is :
 - (a) Restricted crossing.
 - (b) General crossing.
 - (c) Special crossing.
 - (d) None of these.

II. Fill in the blanks :—

- 5 Fixed deposits are also known as _____ deposits.
- 6 An order cheque can be transferred by _____ and delivery.
- 7 _____ is a message to the paying banker to pay the amount of a cheque to another bank.
- 8 _____ is a type of deposit introduced by banks to encourage saving habits among people of moderate means.

Turn over

III. Answer in a word/sentence :—

- 9 Negotiable instruments.
- 10 Bearer cheque.
- 11 Joint account.
- 12 Term loans.

(12 × ¼ = 3 weightage)

Section B

Answer all nine questions.

IV. Short Answer Type Questions :—

- 13 Define money market.
- 14 What is meant by bank draft ?
- 15 What is bill discounting ?
- 16 What is meant by dishonouring of a cheque ?
- 17 What do you mean by partnership ?
- 18 What is meant by company guarantee ?
- 19 Who are the parties to a cheque ?
- 20 What do you mean by a bank pass book ?
- 21 What is meant by individual surety ?

(9 × 1 = 9 weightage)

Section C

Answer any five out of seven.

V. Short essay or paragraph questions :—

- 22 Explain the different types of deposits accepted by a commercial bank.
- 23 Distinguish between a bill of exchange and a treasury bill.
- 24 What are the duties of a paying banker ?
- 25 Distinguish between cash credit and over draft.
- 26 Explain the merits of stock exchange securities.
- 27 Enumerate the precautions which a banker should take while granting advances against life policies.
- 28 Explain the precautions to be taken by a banker before payment of a cheque.

(5 × 2 = 10 weightage)

Section D

Answer any two from three.

VI. Essay Type Questions :—

- 29 Critically explain the statement 'Bankers are not merely purveyors of money, but in an important sense they are manufactures of money'.
- 30 Explain the structure and peculiarities of Indian Money Market.
- 31 What is a crossing of a cheque ? Explain the different types of crossing.

(2 × 4 = 8 weightage)



**SECOND SEMESTER B.A. DEGREE EXAMINATION
MAY 2014**

(UG-CCSS)

Complementary Course – Economics

EC 2C 03 – BANKING – II

(2013 Admissions)

Time : Three Hours

Maximum : 30 Weightage

Answers may be written either in English or in Malayalam.

Section A

Answer all twelve questions.

I. Multiple Choice Questions :

1. A cheque is a :

- (a) Negotiable instrument. (b) Non-negotiable instrument.
(c) Non-movable instrument (d) None of these.

2. Which of the following is not a component of bank deposits?

- (a) Current deposits. (b) Saving deposits.
(c) Safe deposits. (d) Fixed deposits.

3. The main feature of Indian Money Market is :

- (a) A dominant unorganized sector. (b) High liquidity.
(c) High safety. (d) All the above.

4. Crossing of a cheque means :

- (a) Putting the 'x' mark on the cheque.
(b) Canceling the cheque.
(c) Drawing two parallel lines on the face of the cheque.
(d) Drawing two parallel lines on the back of the cheque.

II. Fill in the blanks :

5. An order cheque can be transferred by _____ and delivery.
6. Treasury bill market is a submarket of _____ market.
7. The market for borrowing and lending of short term funds is called _____ market.
8. Accepting of deposits and lending of money are _____ functions of Commercial banks.

Turn over



III. Answer in a word/sentence :

9. Current account deposits.
10. Treasury bills.
11. Bill discounting.
12. Joint accounts.

(12 × ¼ = 3 weightage)

Section B

Answer all **nine** questions.

IV. Short Answer Type Questions :

13. Define a bill of exchange.
14. What is meant by Acceptance House?
15. Define Loans.
16. What is Partnership?
17. What is meant by individual surety?
18. What is meant by dishonoring of a cheque?
19. What are Life Insurance Policies?
20. What are stock exchange securities?
21. Who are the parties to a cheque?

(9 × 1 = 9 weightage)

Section C

Answer any **five** out of seven.

V. Short Essay or Paragraph Questions :

22. Distinguish between a cheque and promissory note.
23. State the peculiarities of Indian money market.
24. Explain different types of Bank Loans.
25. Discuss the procedures to open a saving account in a bank.
26. Explain the precautions to be taken by a banker before payment of a cheque.
27. Explain the duties of a banker to his customer in the collection of cheque.
28. Enumerate the precautions which a banker should take while granting advances against life policies.

(5 × 2 = 10 weightage)

Section D

Answer any two from three.

VI. Essay Type Questions :

29. Explain Negotiable Instruments and point out their salient features.
30. How does Commercial banks create credit? State the limitations of credit creation.
31. What is a crossing of a cheque? Explain the different types of crossing.

(2 × 4 = 8 weightage)