

2202M035

BACHELOR OF VOCATION
Management Financial Services
Subject: Principles and Practices of Banking
Subject Code: MBF501
Semester: First
February 2022
Theory (External): 70 Marks
Time: 03 Hours

Instructions to the Students

1. This Question paper consists of two Sections. All sections are compulsory.
2. Section A comprises 10 questions of objective type in nature. All questions are compulsory. Each question carries 2 marks.
3. Section B comprises 8 essay type questions out of which students need to do any 5. Each question carries 10 marks.
4. Read the questions carefully and write the answers in the answer sheets provided.
5. Do not write anything on the question paper.
6. Wherever necessary, the diagram drawn should be neat and properly labelled

Roll Number

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SECTION –A (SHORT/OBJECTIVE TYPE QUESTIONS)
(10x2=20 Marks)

- A Write in brief about the role of banks in channelizing finance in the economy.
- B Differentiate between a public bank and a private bank. Give one example of each.
- C Why do RBI engage itself in open market operations?
- D Write down in brief about the present constitution of RBI.
- E What is cross selling?
- F What is the benefit of POS to a bank and to the customers?
- G What is the relevance of ombudsman services offered by a bank?
- H List out the basic requirements for KYC?
- I Differentiate between savings account and current account.
- J Explain the term cash credit.

SECTION –B (ESSAY TYPE QUESTIONS)
(5x10=50 Marks)

- 1 'A sound banking system provides a base for development of an economy' Justify. Discuss the different types of banks operating in India.
- 2 'RBI acts as a regulator of money supply in the economy' Discuss. What are various instruments of money control adopted by RBI?

- 3 'A universal bank provides one stop solution to its customers' Discuss in light of the variety of services offered by a bank.
- 4 a) 'RBI acts as watch dog for controlling the workings of banks in India' Elaborate.
b) Write a detailed note on Indian banking structure.
- 5 What is bancassurance? What is the future of bancassurance in India?
- 6 'Internet banking and mobile banking are gaining importance with time.' Do you agree? Justify with relevant examples.
- 7 Discuss in detail the different types of loans offered by a commercial bank to its customers.
- 8 What is priority sector lending? Which sectors are covered under priority sector? Elaborate the guidelines of RBI while issuing loans to priority sector.

*****END OF PAPER*****