

3/H-76 (ix) (c) (Syllabus-2015)

2 0 1 8

(October)

COMMERCE

(Honours)

(Fundamentals of Banking)

[BC-305 (c)]

Marks : 75

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

UNIT—I

1. Give a detailed account of the different services rendered by commercial banks. How has the use of technology eased banking operations? 10+5=15

Or

Delineate the structure of Indian banking system. Highlight the major challenges faced by Indian commercial banks in the post-liberalized era. 10+5=15

(2)

UNIT—II

2. (a) Discuss the types of relationship that exist between a banker and a customer.
- (b) What is meant by banker's right to lien?

Or

- (a) Explain the process of credit creation by commercial banks.
- (b) Mention the limitations to the process of credit creation.

UNIT—III

3. (a) Define the term 'negotiable instrument'. State its features. 3+4
- (b) What is crossing of cheque? Distinguish between general crossing and special crossing. 3+3
- (c) How is a bearer cheque different from an order cheque?

Or

- (a) What do you mean by dishonour of cheque?
- (b) Distinguish between dishonour by non-acceptance and by non-pay most.

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(Continued)

(3)

- (c) State the duties and responsibilities of a collecting banker on account of collection of cheque. 6

UNIT—IV

4. (a) Discuss the major recommendations of Narashimham Committee Report on banking sector reforms. 10
- (b) What major changes do you observe in Indian banking sector in response to the implementation of the recommendations of the Narashimham Committee Report? 5

Or

"The merger of its subsidiary with the State Bank of India is expected to have far reaching implications for the bank." Discuss the statement in light of the potential opportunities and challenges of the bank following the recent merger of its subsidiaries. 15

UNIT—V

5. (a) Explain the provisions of the Banking Regulation Act, 1949, with regards to—
- (i) minimum paid-up capital and reserve;

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(Turn Over)

(ii) licensing of Banking Companies.

5+5=10

(b) What is meant by Moral Suasion?

5

Or

(a) Distinguish between Scheduled and Non-Scheduled Bank.

5

(b) Mention the kinds of business banking companies cannot engage in under the provisions of the Banking Regulation Act, 1949.

10
