

TB173340C

Reg. No.....

Name.....

B. A. DEGREE (C.B.C.S.S.) EXAMINATION, OCTOBER 2018
(2017 Admissions Regular, 2016 Admissions Supplementary/Improvement & 2015
Admissions Supplementary)
SEMESTER III - CORE COURSE (ECONOMICS)
EC3B04B – MONEY AND MODERN BANKING

Time: Three Hours

Maximum Marks: 80

PART A

I Answer all questions. Each question carries 1 mark

1. Commercial banks
2. Credit creation
3. Liquidity
4. Central Bank
5. FOREX
6. Promissory note

(6x1=6)

PART B

II Answer any seven questions. Each question carries 2 marks

7. Differentiate between branch banking and unit banking
8. What is an NPA?
9. Differentiate between prime lending and sub-prime lending
10. Define portfolio management
11. Distinguish between Repo rate and Reverse repo rate
12. What is meant by monetary policy?
13. What is MICR cheque?
14. Differentiate between mortgage and hypothecation
15. What are the different modes of creating charges?
16. What are the characteristics of negotiable instruments? Give examples?

(7x2=14)

PART C

III Answer any five questions. Each question carries 6 marks

17. Explain the importance of development banks in India.
18. Given that the reserve ratio for bank A operating in country X is 22.5%, calculate the deposit multiplier. Also find out the credit created by bank A if it has an initial deposit of Rs.45,000.
19. Explain are the major theories of banking
20. What are the different theories of portfolio management?
21. Write a short note on the quantitative measures of credit control by the RBI.
22. Write a note on RTGS and NEFT.

23. What are new generation banks? How does it influence the banking trends in our country?
24. Discuss the different types of credit.

(5x6=30)

PART D

IV Answer any two questions. Each question carries 15 marks

25. Explain the functions of commercial banks.
26. Explain the role of Central bank in a country with special reference to the RBI.
27. Explain the types of credit and also examine the modes of creating charges.
28. Explain the banking sector reforms in India in the backdrop of the Narasimham committee reports.

(2x15=30)