

D.K.M. COLLEGE FOR WOMEN (AUTONOMOUS), VELLORE-1
SEMESTER EXAMINATIONS

APRIL - 2016

15CACO2B

ALLIED : PRINCIPLES OF BANKING SYSTEM

Time : 3 Hours

Max. Marks: 75

SECTION – A (10 x 2 = 20)

Answer ALL the questions.

1. What is mixed banking?
2. Explain the term capital market.
3. Define bank rate policy.
4. What is variable reserve ratio?
5. Explain the term recurring deposit.
6. Who is lessor?
7. Explain the term ATM.
8. Define factoring.
9. What is smart card?
10. Explain the term EXIM bank.

SECTION – B (5 x 5 = 25)

Answer any FIVE of the following questions.

11. Explain the function of various financial services.
12. What are the principles of lending?
13. Explain the various types of leasing.
14. Enumerate the functions of NABARD.
15. Explain the different types of export finance.
16. Discuss the function of Central bank.
17. Write a note on the structure and role of co - operative bank.
18. Explain the difference between RRB and Commercial banks.

SECTION – C (3 x 10 = 30)

Answer ALL the questions.

19. (a) State the merits and demerits of unit banking.
(Or)
(b) Define financial system and bring out the components of financial system.
20. (a) Discuss the modern functions of commercial banks.
(Or)
(b) What are the instruments of monetary policy?
21. (a) Explain the various types of factoring.
(Or)
(b) State the criteria for fixing rating of various financial institutions.