



SN – 414

V Semester B.B.M. Examination, November/December 2014

(Fresh) (2014-15 & Onwards)

BUSINESS MANAGEMENT

5.3 : Banking Regulations and Practice

Time : 3 Hours

Max. Marks : 100

Instruction: Answers should be written in **English** only.

SECTION – A

1. Answer **any eight** of the following. **Each** sub question carries **two** marks. **(8×2=16)**
- Define commercial bank.
 - Name any two agency services rendered by banks.
 - What is investment policy of a commercial bank ?
 - Define collecting banker.
 - Who is a customer ?
 - What do you mean by right of general lien ?
 - Define bill of exchange.
 - What is letter of credit ?
 - Give the meaning of hypothecation.
 - What is NPA ?

SECTION – B

Answer **any three** of the following. **Each** question carries **eight** marks. **(3×8=24)**

- Explain various forms of lending by a commercial bank.
- Discuss in brief the various types of crossing of a cheque.
- Briefly explain the different types of mortgage.
- What are the duties of a collecting banker ?

P.T.O.



SECTION – C

Answer **any four** of the following. **Each** question carries **fifteen** marks. Question No.10 is **compulsory**. (4×15=60)

6. Bring out the special relationship between banker and customer.
7. Explain the regulations and control of commercial banks by RBI.
8. Discuss the precautions to be taken by a banker in opening and conduct of accounts of
 - i) Partnership firms
 - ii) Joint stock companies with limited liability
9. Describe different types of borrowing facilities granted by banks.
10. State the meaning of endorsement. Explain the different types of endorsement.