

22P328

(Pages: 3)

Name: .....

Reg. No: .....

**THIRD SEMESTER M.A. DEGREE EXAMINATION, NOVEMBER 2023**

(CBCSS – PG)

(Regular/Supplementary/Improvement)

**CC19P ECO3 E01 – BANKING: THEORY AND PRACTICE**

(Economics)

(2019 Admission onwards)

Time: 3 Hours

Maximum: 30 Weightage

**Part A**

Answer *all* questions. Each question carries 1/5 weightage.

1. Which one of the following set up core banking infrastructure for rural banks?  
(a) IBA                      (b) NABARD                      (c) RBI                      (d) SIDBI
2. How many Deputy Governors are there in RBI?  
(a) 2                      (b) 4                      (c) 5                      (d) 6
3. Which of the statements gives a true picture of the effect of the central bank selling securities in the market?  
(a) The credit creation capacity of commercial banks will rise  
(b) The credit creation capacity of commercial banks will fall  
(c) The credit creation capacity of commercial banks may rise or fall  
(d) There is no effect on the credit creation capacity of commercial banks
4. Which is the largest foreign bank in India?  
(a) American Express Bank Ltd.                      (b) Standard Chartered Bank  
(c) DBS Bank Ltd.                      (d) HSBC Ltd.
5. Which of the following public sector banks has highest number of branches in India?  
(a) State Bank of India                      (b) Punjab National Bank  
(c) Bank of India                      (d) South Indian Bank
6. The performance of which scheme does the National Housing Bank monitor?  
(a) Liberalized Finance Scheme  
(b) Energy Efficient Housing Finance Scheme  
(c) Golden Jubilee Rural Housing Finance Scheme  
(d) Finance scheme for indirect loans
7. What method is used by the Bank to read code on cheque?  
(a) MICR                      (b) OCR                      (c) OMR                      (d) None

(1)

**Turn Over**

8. Which country started first plastic notes?  
 (a) Afghanistan (b) Argentina (c) Australia (d) Austria
9. Which of the following banks give loan for making permanent improvement to land?  
 (a) State Co-operative Bank (b) Land Development Bank  
 (c) RRB (d) Gramin Bank
10. Who headed the committee on Credit Information Reports (CIRs)?  
 (a) Raghuram Rajan (b) Kaushik Basu (c) K.V Kamath (d) Aditya Puri
11. Which is the committee on Banking Ombudsman?  
 (a) Parthasarathi Shome (b) Shivaraman Committee  
 (c) Suma Verma Committee (d) Shri Raghuram Rajan Committee
12. .... deposits generally do not carry any interest  
 (a) Savings (b) Recurring (c) Current (d) Fixed
13. Where is the Bank of International Settlement headquartered?  
 (a) Belgium (b) France (c) Germany (d) Switzerland
14. Which among the following is correct about BIS:  
 (a) BIS does not provide financial services to Individuals  
 (b) BIS does not provide financial services to Corporations  
 (c) BIS was created to administer the transaction of monies according to the Treaty of Versailles  
 (d) All of the Above
15. Which of the following statement is NOT correct about the Asian Development Bank (ADB)?  
 (a) ADB started working on January 1, 1967.  
 (b) The chairmanship of the ADB is always given to the Japanese.  
 (c) Currently it has 53 members.  
 (d) There are 48 members of the ADB belongs to the Asia and Pacific Region.

(15 × 1/5 = 3 Weightage)

**Part B** (Very Short Answer Questions)Answer any *five* questions. Each question carries 1 weightage.

16. Examine the organisational structure of Bank of England.
17. Deduce the challenges of liquidity management in India.
18. Explain credit creation function of commercial bank.
19. Write a note on Branch expansion programme.
20. Write a note on Land Development banks.

(2)

21. Examine the functions of investment bank.
22. Examine electronic funds transfer.
23. Explain Internet banking.

(5 × 1 = 5 Weightage)

**Part C** (Short Answer Questions)Answer any *seven* questions. Each question carries 2 weightage.

24. Examine the functions performed by RBI.
25. Write a note on the autonomy of the RBI.
26. Appraise the impact of RBI's monetary policy on economic growth and inflation.
27. Write a note on NABARD.
28. Explain Asset Classification of commercial banks.
29. Deduce the recovery mechanisms of Non-performing assets in India.
30. Write a note on SARFAESI Act.
31. Examine off-shore banking
32. Explain BFS.
33. Examine the recent developments between Asian Development Bank and India.

(7 × 2 = 14 Weightage)

**Part D** (Essay questions)Answer any *two* questions. Each question carries 4 weightage.

34. What are the functions of central bank? Explain any two important central banks in the world.
35. Critically examine e-banking in India.
36. Discuss the functions of World Bank and examine the its services rendered to India.
37. Write a note on the reasons for the growth of International Banking.

(2 × 4 = 8 Weightage)

\*\*\*\*\*

(3)