

**LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034**

**B.B.A. DEGREE EXAMINATION – BUSINESS ADMINISTRATION**

FIFTH SEMESTER – APRIL 2010

**BU 5400 - BANKING**

Date & Time: 27/04/2010 / 9:00 - 12:00 Dept. No.

Max. : 100 Marks

**SECTION - A**

**I. Answer all the questions:**

**10 x 2 = 20 Marks**

1. Write short notes on Unit banking.
2. When does a person become the customer of a banker?
3. State the rules in Clayton's case.
4. What is the period of limitation for a cheque?
5. What is the significance of crossing?
6. Write a note on material alteration.
7. What do you mean by stale cheque.
8. Define cash credit.
9. What is a Debit Card?
10. Write a note on Demat account.

**SECTION – B**

**II. Answer any FIVE questions only:**

**5 x 8 = 40 Marks**

11. State the relationship between the banker and customer.
12. Explain in detail the functions of Reserve Bank of India.
13. What are the merits and demerits of Branch banking?
14. Bring out the process of credit creation by commercial banks.
15. Highlight the functions of Merchant banker.
16. What are the aspects a banker should check before making a payment against a cheque?
17. Discuss the merits and demerits of credit cards from the customer point of view of customers.
18. "A banker is bound to honor his customers' cheques" – To what extent is this true?

**SECTION - C**

**III. Answer any TWO questions only:**

**2 x 20 = 40 Marks**

19. Discuss the various credit control measures adopted by the Reserve Bank of India.
20. Explain in detail the functions of Commercial banks in India.
21. Give a detailed account of latest developments in the Indian banking system.

**-X-X-X-X-**