



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

**B.com. DEGREE EXAMINATION – COMMERCE**

**FIFTH SEMESTER – NOVEMBER 2013**

**CO 5500 – INDIAN BANKING**

Date : 05/11/2013  
Time : 9:00 - 12:00

Dept. No.

Max. : 100 Marks

**PART – A**

ANSWER **ALL** QUESTIONS:

(10x2=20 marks)

1. What is credit creation?
2. Define a Paying Banker.
3. Define branch banking?
4. What is endorsement?
5. What do you understand by Lien?
6. What is Hypothecation?
7. Define e-banking.
8. Explain the concept of Venture Capital?
9. What is Moral Suasion?
10. What do you mean by Bank rate?

**PART – B**

ANSWER ANY **FOUR** QUESTIONS:

(4X10=40 marks)

11. Explain the functions of Commercial banks.
12. Explain the essential features of a cheque.
13. What are the limitations of credit creation?
14. Explain the principles of sound lending.
15. Explain the need and importance of merchant banking.
16. Discuss the various kinds of Endorsement.
17. Explain the features and security aspects in tele banking system.

**PART – C**

ANSWER ANY **TWO** QUESTIONS:

(2X20=40 marks)

18. Discuss the advantages and disadvantages of E-banking.
19. Write short notes on the following: a) Credit syndication b) ATM cards c) Debit cards d) Underwriting.
20. Explain the general principles of secured advances. What are the precautions to be taken by a banker while lending advances against goods?
21. Explain in detail the functions of RBI.

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