

E 8801

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Reg. No.....

Name.....

B.A. DEGREE (C.B.C.S.S.) EXAMINATION, OCTOBER 2014

Third Semester

B.A. Economics

Core Course—MODERN BANKING

(Prior to 2013 Admissions)

Time : Three Hours

Maximum Weight : 25

Answers may be written either in English or in Malayalam.

Part A

(Objective Type Questions in bunches of four)

Answer all questions.

Each bunch of four questions carries a weight of 1.

I. 1 RBI was nationalised in :

- (a) 1959. (b) 1949.
(c) 1969. (d) 1981.

2 Direct action is a :

- (a) Quantitative method of credit control.
(b) Qualitative method credit control.
(c) Method to control of mob.
(d) None of these.

3 Credit creation power of a Commercial bank is limited by :

- (a) Cash reserves. (b) Investment.
(c) Liability. (d) Deposit.

4 The Head quarter of RBI is in :

- (a) Delhi. (b) Mumbai.
(c) Nasik. (d) Calcutta.

II. 5 In India one rupee notes are issued by :

- (a) RBI. (b) Commercial banks.
(c) State Governments. (d) None of these.

Turn over

6 Narasimham Committee is constituted for :

- (a) Fiscal reforms.
- (b) Banking sector reforms.
- (c) Trade reforms.
- (d) None of these.

7 Development banks aims at :

- (a) Agricultural finance.
- (b) Industrial finance.
- (c) Rural finance.
- (d) None of these.

8 Minimum reserve system is followed in :

- (a) Currency reforms.
- (b) Issue of food items.
- (c) Issue of licences.
- (d) None of these.

III. 9 The ICICI is a :

- (a) Public Sector Institution.
- (b) Private Sector Institution.
- (c) Joint Sector Institution.
- (d) World Bank Institution.

10 NABARD was set up on :

- (a) July 12, 1982.
- (b) July 12, 1983.
- (c) July 12, 1980.
- (d) July 12, 1985.

11 Recent monetary policy of the RBI is called the policy of :

- (a) Expansion and growth.
- (b) Anti-Inflation.
- (c) Controlled expansion.
- (d) Poverty eradication.

12 IFCI was set up in :

- (a) 1948.
- (b) 1950.
- (c) 1952.
- (d) 1955.

IV. 13 The Imperial Bank of India was converted into the SBI on :

- (a) 1st July 1955.
- (b) 1st July 1956.
- (c) 1st July 1960.
- (d) 1st July 1985.

14 Commercial banks were nationalised in :

- (a) 1969.
- (b) 1979.
- (c) 1989.
- (d) 2005.

15 Present Finance Minister of India is :

- (a) P. Chidambaram. (b) Pranab Kumar Mukherji.
(c) P.V. Narasimha Rao. (d) Man Mohan Singh.

16 EXIM Bank was established for financing :

- (a) Internal trade. (b) Foreign trade.
(c) Regional trade. (d) None of these.

(4 × 1 = 4)

Part B (Short Answer Questions)

Answer any five out of eight, not exceeding 50 words.

Each question carries a weight of 1.

- 17 Mixed banking.
18 ATM.
19 Credit cards.
20 Open market operations.
21 NPAs.
22 Unit banking.
23 NABARD.
24 Lead bank scheme.

(5 × 1 = 5)

Part C (Short Essays)

Answer any four questions not exceeding 150 words.

Each question carries 2 weight.

- 25 Write about Co-operative banks and their rural finance.
26 Explain the functions of RRBs.
27 Explain Anticipated Income Theory.
28 What are the credit instruments ?
29 Explain the credit creation process of Commercial banks.
30 Write about theories of Portfolio Management.

(4 × 2 = 8)

Turn over