

Exam. Code : 105402

Subject Code : 1442

B.B.A. 2nd Semester

FUNDAMENTALS OF BANKING

Paper : BBA-207

Time Allowed—Three Hours] [Maximum Marks—50

SECTION—A

Note :— Write 5 lines each on any TEN of the following.

Each question carries 1 marks. $10 \times 1 = 10$

1. (i) Define Central Bank.
- (ii) What do you mean by Scheduled Banks ?
- (iii) What is CRR ?
- (iv) State the need of Co-operative banks in India.
- (v) What do you mean by Derivative deposits ?
- (vi) Define Promissory Note.
- (vii) What is Overdraft ?
- (viii) Differentiate between a Cheque and a Draft.
- (ix) Define Special Crossing.
- (x) Define a Private bank.
- (xi) What do you mean by Chain Banking ?
- (xii) What is Endorsement ?

SECTION—B

Note :— Attempt any **TWO** questions. Each carries
10 marks. 2×10=20

2. Discuss the nature of and various services provided by the Commercial Banks.
3. What do you mean by Credit Creation ? Describe the mechanism and limitations of Credit Creation.
4. What are Regional Rural banks ? Explain the role of RRBs in providing rural finance.
5. What is meant by Selective Credit Controls ? Explain its different methods.

SECTION—C

Note :— Attempt any **TWO** questions. Each carries
10 marks 2×10=20

6. What are Negotiable Instruments ? Discuss its features and various types.
7. Discuss the effects of errors in a pass book favourable to the Banker and Customer.
8. Write a detailed note on Clearing House System in India.
9. What is Mixed Banking ? Discuss its latest developments in India.