



Register Number:

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ST. JOSEPH'S COLLEGE (AUTONOMOUS), BANGALORE-27

BBA STRATEGIC FINANCE - III SEMESTER

SEMESTER EXAMINATION: NOVEMBER 2020

BBASF 3219 –BANKING THEORY & PRACTICE

Time- 2 1/2 hrs

MaxMarks-70

This paper contains Two printed pages and four parts

SECTION A

Answer any FIVE of the following questions. Each question carries two marks (5x2=10)

1. List out the types of deposits accepted by banks.
2. What is bailment?
3. State any four features of negotiable instruments.
4. Mention any four types of cheques.
5. What is a Garnishee order?
6. Bring out any two Differences between secured and unsecured loan.

SECTION B

Answer any THREE of the following questions. Each question carries five marks. (3x5=15)

7. Explain the functions of a commercial bank.
8. Describe the features of a bank.
9. What is meant by Endorsement of cheque? List out the rules pertaining to endorsement.
10. Under what circumstances can a cheque be dishonoured? Explain.

SECTION C

Answer any TWO of the following questions. Each question carries fifteen marks. (2x15=30)

11. How does bank create credit? Explain its process and limitation.
12. Briefly explain the steps and procedures to be followed to open a savings bank account by an individual.
13. Write short notes on the following:
 - a) Collecting banker

- b) Letter of credit
- c) Promissory note

SECTION D

Answer the following compulsory question. The question carries fifteen marks. (1x15=15)

14. Today E-banking is known as smart banking, touch banking, 360degree banking, innovative banking, virtual banking and 24X7 banking. Banks are playing an important role in the economic development country. Economic development of a country involves investment in various sectors of the economy. The bank collects small savings from the public for investment in various projects. Present banking scenario has come up with a lot of new initiatives which are oriented to provide a better customer service and facilities with the help of information technology. One of these reasons is the inherent benefit of e-banking to saving time and speed in the transaction of banking activities and consequently enhancing the performance of banks. The paper tries to focus on public, private, nationalized, and foreign e-banking services. And the different forms of in Indian scenario.

Questions:

- a) What is the recent development in the banking sector? Explain. (7)
- b) Do you think such developments have helped the customer make hassle free transactions? Justify. (8)

*****End of the paper*****

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