

Exam. Code : 109103

Subject Code : 7898

**B.Com. (Hons.) Semester—III**  
**BANKING & FINANCIAL SYSTEM**

**Group—I : Paper—I**

Time Allowed—3 Hours]

[Maximum Marks—50

**Note :-** (1) Attempt any **TEN** questions from Section A. Each question carries **1** mark. Answer to each question upto **5** lines in length.

(2) Attempt any **TWO** questions each from Section B and Section C. Each question carries **10** marks. Answer to each question should not exceed **5** pages in length.

**SECTION—A**

1. Write short notes on any **TEN** :

- (i) Money Creation
- (ii) Recurring Deposits
- (iii) Development Banks
- (iv) Mandate
- (v) Primary Market
- (vi) Merchant Banks
- (vii) Blank Endorsement
- (viii) Cash Credit Limit
- (ix) Primary Security
- (x) Pledge
- (xi) Priority Sector Lending
- (xii) Credit Cards.

**SECTION—B**

2. Discuss in detail Know Your Customer Guidelines. Also write the rationale of these guidelines.
3. What do you mean by Joint Deposit Accounts ? What are the various types of joint accounts ? Also give detailed explanation about the procedure followed for withdrawal of money in different types of joint accounts.
4. "Banks in India have failed to meet the desired level of performance with respect to the various functions they are required to perform". In the light of the statement, give your comments.
5. "The range of ancillary services rendered by the banks in the wake of banking sector reforms", in the light of above give detailed account of the ancillary services rendered by the banks.

**SECTION—C**

6. Discuss in detail the various modes used by banks to create charge on assets offered as security by the borrowers of funds.
7. What is Financial Inclusion ? Also give your comments on the statement "Financial Inclusion is a useless concept in a country like India where a large chunk of the population is unable to meet its minimum daily diet requirement".
8. Briefly discuss the procedure and practices followed by banks for the advancement of home loans.
9. What do you mean by Priority Sector Lending ? Discuss the problems related to priority sector lending in India.