



K16U 1913

Reg. No. :

Name :

V Semester B.B.A./B.B.A.T.T.M. Degree (CBCSS – 2014 Admn. – Regular)
Examination, November 2016
CORE COURSE
5B13 BBA/BBA(TTM) : Banking Theory, Law and Practice

Time : 3 Hours

Max. Marks : 40

SECTION – A

Answer **all** questions. **Each** question carries $1/2$ mark.

1. What is special crossing of cheque ?
2. What do you mean by home banking ?
3. Define Endorsement.
4. Explain any two advantages of credit card to card holders. (4× $1/2$ =2)

SECTION – B

Answer **any four** questions. **Each** question carries **1** mark.

5. What is LDB ?
6. What is Recurring deposit ?
7. What is cheque truncation system ?
8. What is NPA ?
9. What do you mean by MICR cheque ?
10. What is derivative deposit ? (4×1=4)

P.T.O.



SECTION – C

Answer **any six** questions. **Each** question carries **3** marks.

11. Write a short note on account payee crossing.
12. What do you mean by social banking ?
13. What are the limiting factors to the process of credit creation by commercial banks ?
14. Explain the agency functions of commercial banks.
15. Differentiate between cheque and bill of exchange.
16. What are the legal consequences of endorsement.
17. Explain the general relationship between a banker and customer.
18. What are the circumstances under which a banker cannot exercise the right of general lien. (6×3=18)

SECTION – D

Answer **any two** questions. **Each** question carries **eight** marks.

19. Explain the procedure for opening a bank account.
 20. "Every loan creates deposit and every deposit creates a loan". Explain.
 21. Explain the different kinds of endorsement with suitable examples. (2×8=16)
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