

TILAK MAHARASHTRA VIDYAPEETH, PUNE
MASTER OF COMMERCE (M.COM.)

EXAMINATION : MAY - 2022

FIRST SEMESTER

Sub: Banking Practices (MCB-111)

Date: 26/05/2022

Total marks: 100

Time: 02.00 pm to 05.00 pm

Instruction: All questions are compulsory.

Q. 1. Answer the following questions. (Attempt any three) (30)

1. What is ALM? Explain the various types of risks with assets.
2. What is internet banking? What major services are provided through it?
3. Explain in detail Banker's duty of secrecy of Customer's account and failure to maintain secrecy.
4. Explain different types of risks while managing assets and liabilities.
5. Who is Customer? Explain the trustee beneficiary relationship between Banker and Customer.

Q.2 Answer the following questions. (Attempt any three) (30)

1. What is Foreign Exchange Market? Explain the different types of Forex Markets.
2. Explain Electronic Payments System.
3. Explain the relationship between the banker and customer.
4. Explain in detail recent developments in the consolidation of commercial Banking segment.
5. Discuss the use of Bank Receipt.

Q.3 Write short notes. (Attempt any four) (20)

1. 'Out of Order' and 'Overdue' Accounts
2. Conditions while exercising right of Set-Off
3. KYC
4. Termination of relationship between bank & Customer
5. Right of General Lien & Particular Lien
6. Credit card

Q.4A. Answer in one Sentence (Any 5) (10)

1. What is KYC?
2. Write the full form of ALM.
3. What is meant by NPA?
4. Write the full form of ATM.
5. What is the full form of RTGS?
6. Write the full form of NEFT.
7. Write the full form of CIBIL.

Q.4B. Select the correct Alternatives (Attempt any Ten) (10)

1. An NRI may transfer any immovable property in India to a personin India.
 - a) Inhabitant
 - b) Native
 - c) Resident
 - d) Tenant
2. Mobile Banking is also known as.....
 - a) M-Banking
 - b) E-Banking
 - c) SMS-Banking
 - d) All of the above

3. An account should be treated asif the outstanding balance remains continuously in excess of the sanctioned limit/drawing power.
 - a) Overdue
 - b) 'Out of Order'
 - c) NPA
 - d) NPI
4. Cash Inflows arise mainly from
 - a) Maturing assets
 - b) Maturing liabilities
 - c) Maturing time deposits
 - d) Maturing of balance sheet exposure
5. A right of set-off is:
 - a) Customer's Right
 - b) Customer's Obligation
 - c) Banker's Right
 - d) Banker's Discretion
6. The obligation of a banker to maintain secrecy is applicable to.....
 - a) Only in case of existing deposit accounts
 - b) Only in case of closed accounts
 - c) Only in respect of loan accounts
 - d) All types of deposit/loan accounts (existing/closed)
7. A banker's lien is -----
 - a) A particular lien
 - b) A general lien
 - c) A restricted lien
 - d) None of the above
8. Relationship between the current account holder and the bank is that of-
 - a) Creditor & debtor
 - b) Debtor & creditor
 - c) A principal & his agent
 - d) An Agent & his principal
9.is a nation-wide payment system facilitating one-to-one funds transfer.
 - a) RTGS
 - b) NEFT
 - c) ECS
 - d) DNS
10. Automatic right of set off arises in case of-
 - a) Death, Insanity of a customer
 - b) Receipt of garnishee order
 - c) Receipt of notice of assignment of a customer's credit balance.
 - d) All of the above
11. Cash outflows arise from mainly:
 - a) Maturing liabilities
 - b) Maturing assets
 - c) Maturing T Bills
 - d) Maturing CP's.
12. CIBIL is the repository of information which has been pooled in by all Banks and lending Institutions operating in India.
 - a) True
 - b) False
 - c) Can't say
 - d) None of the above

