

MAHARASHTRA AGRICULTURAL UNIVERSITIES EXAMINATION BOARD, PUNE
SEMESTER END THEORY EXAMINATION
B.Sc.(Hons.) A.B.M.

Semester : IV (New)	Term : Second	Academic Year : 2022-23
Course No. : BFA 243	Title : Theory and Practice of Banking	
Credits : 2 (2+0)		
Day & Date : Monday, 10.07.2023	Time : 9:00 to 12:00 hrs.	Total Marks : 80

- Note :**
1. Solve ANY EIGHT questions from SECTION 'A'.
 2. All questions from SECTION 'B' are compulsory.
 3. All questions carry equal marks.
 4. Draw neat diagram wherever necessary.

SECTION 'A'

- Q.1 Explain functions of development bank in detail.
- Q.2 Explain objectives of monetary policy. Write down essentials of promissory note.
- Q.3 Write down the characteristics of negotiable instruments. Give functions of investment banking.
- Q.4 Describe small finance banks and payment banks with example.
- Q.5 Explain Banking Ombudsman Scheme. Comment on Know Your Customer (KYC) in banking.
- Q.6 Explain functions of banker. Write down objectives of credit control.
- Q.7 Explain the role of central bank (RBI) in economic development.
- Q.8 Define Bank. Explain the concept of financial market with its classification.
- Q.9 Differentiate between Branch banking and Unit banking.
- Q.10 Write short notes on (Any Two):
 - a) Recent reforms in banking sector in India
 - b) Hypothecation
 - c) Organized and Un-organized financial institutions

SECTION 'B'

- Q.11 State True or False:
- 1) Bank motivates people for investing money with a view to bring solvency in them.
 - 2) In India, Reserve Bank of India is known as the banker's bank.
 - 3) RRB is an apex Development Bank authorized for providing and regulating credit and other facilities for the promotion and development of agriculture.
 - 4) Barter entails the exchange of one good for another.
 - 5) KYC involves making reasonable efforts to determine, the true identity and beneficial ownership of accounts.
 - 6) Mortgage is a loan taken to purchase property and guaranteed by the same property.
 - 7) Credit creation is the contraction of deposits.
 - 8) Loan is a kind of debt; while advances are credit facility granted to customers by banks.

(P.T.O.)

Q.12 Do as directed :

- 1) Write any one objective of Development Bank.
- 2) What is Scheduled Bank?
- 3) RBI was established in the year, _____.
- 4) The Government of India nationalised 14 major private banks in the year _____.
- 5) SEBI stands for _____.
- 6) NABARD stands for _____.
- 7) Define: Lien.
- 8) What do you mean by Bank Merger?

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