

B.Voc. DEGREE EXAMINATION, NOVEMBER 2022
BANKING, FINANCIAL SERVICES AND INSURANCE
FIRST SEMESTER

COURSE : MAJOR CORE
PAPER : FUNCTIONS AND SERVICES OF BANKS AND
NON – BANKING FINANCIAL CORPORATIONS
TIME : 3 HOURS **MAX.MARKS: 100**

SECTION – A

ANSWER ALL QUESTIONS **(10X2=20)**

1. Define Banking.
2. Write a note on Housing finance companies.
3. What is KYC?
4. What do you mean by Hypothecation?
5. Who is a Recovery agent?
6. Distinguish between Fixed Deposit and Recurring Deposit.
7. Bring out the reasons for loan rejection.
8. List out the special types of customers.
9. Explain the term RTGS.
10. What are the functions of commercial banks?

SECTION – B

ANSWER ANY FIVE QUESTIONS **(5X4=20)**

11. Explain the various types of lending.
12. Discuss the current structure of banking services.
13. What are the types of products offered by NBFC's in India?
14. Difference between Banking and Non-banking Financial Companies.
15. Explain the importance of CIBIL and Credit score in the process of loan approval.
16. Discuss the conditions under which the bank account can be closed.
17. Explain the different types of Banks in the Indian Banking System.

SECTION – C

ANSWER ANY TWO QUESTIONS **(2X15=30)**

18. Describe the various forms of relationship between the Banker and the Customer.
19. Explain the various functions of NBFC's?
20. Elucidate on the various methods of creating a charge.

PRACTICAL COMPONENT**(30 Marks)**

Read the following case study and answer the following:

When credit is to be expanded the central bank reduces the bank rate. By this central bank encourages the commercial banks to keep small proportion of their deposits as reserve since borrowing from central bank is now less costly than before. This measure is also helpful in present COVID-19 situation.

Questions:

1. What do you understand by the term 'bank rate'? & who decides it?
2. By reducing in bank rate what is the main purpose of Central bank.
3. How decrease in bank rate helpful in COVID-19 situation?
4. Explain the role and objectives of central bank.
