

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b).

Answer should not exceed 600 words.

16. (a) Distinguish between secured and unsecured advances.  
Or  
(b) What are the different forms of banker's advances?
17. (a) Discuss the different methods of charging a security to the banker.  
Or  
(b) Define pledge. What are its essential ingredients?
18. (a) List out the features of Traditional banking and E – banking.  
Or  
(b) Explain the process of preparing E–cheque.
19. (a) Explain the popular electronic delivery channels.  
Or  
(b) Explain the models of E–banking.
20. (a) Discuss the constraints of E–banking.  
Or  
(b) Analyse the various issues involved in E–banking and suggest measures to overcome them.

Reg. No. : .....

Code No. : 12696 Sub. Code : GNBA 3 A

U.G. (CBCS) DEGREE EXAMINATION,  
NOVEMBER 2014.

Third Semester

Business Administration

Non-Major Elective — BANKING PRACTICE

(For those who joined in July 2012 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. The success of the bank depends upon the \_\_\_\_\_ of the depositing public  
(a) confidence (b) capacity  
(c) interest (d) liquidity
2. The most important principle of sound lending is \_\_\_\_\_  
(a) safety (b) profitability  
(c) security (d) all the above
3. Neither possession nor ownership is transferred in \_\_\_\_\_  
(a) pledge (b) mortgage  
(c) hypothecation (d) bailment



4. An equitable title is effected by mere delivery of documents  
 (a) false (b) true  
 (c) partly true (d) partly false
5. E-banking will operate through \_\_\_\_\_  
 (a) internet (b) extranet  
 (c) intranet (d) all the above
6. Today's banking is \_\_\_\_\_ banking  
 (a) virtual (b) tele  
 (c) internet (d) all the above
7. Which one of the following is an electronic delivery channel?  
 (a) ATMs (b) Tele banking  
 (c) Smart cards (d) all of the above
8. The biggest constraints in E-banking is \_\_\_\_\_  
 (a) start-up cost (b) maintenance cost  
 (c) training cost (d) security cost
9. Unauthorised users accessing the private network are prevented through \_\_\_\_\_ controls.  
 (a) fire wall (b) privacy  
 (c) existence (d) accuracy
10. Which one of the following is an advantage of E-banking?  
 (a) convenience (b) speed  
 (c) low cost (d) all the above

PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).

Answer should not exceed 250 words.

11. (a) What is meant by liquidity?  
 Or  
 (b) Write a short note on bills discounted.
12. (a) Differentiate between general lien and particular lien.  
 Or  
 (b) What is a special mortgage?
13. (a) Write a note on internet banking.  
 Or  
 (b) What do you mean by "Truncated cheque"?
14. (a) What are the advantages of E - cheque?  
 Or  
 (b) Explain Complete centralized solution.
15. (a) State the advantages of E- banking.  
 Or  
 (b) What are the security measures taken to overcome security problems in E-banking?

