

Roll No



**PRESIDENCY UNIVERSITY
BENGALURU**

**SCHOOL OF COMMERCE
MID TERM EXAMINATION - OCT 2023**

Semester : Semester V - 2021

Course Code : COM3004

Course Name : Sem V - COM3004 - Principles and Practices in Banking

Program : BCM

Date : 31-OCT-2023

Time : 9:30AM - 11:00AM

Max Marks : 50

Weightage : 25%

Instructions:

- (i) Read all questions carefully and answer accordingly.
- (ii) Question paper consists of 3 parts.
- (iii) Scientific and non-programmable calculator are permitted.
- (iv) Do not write any information on the question paper other than Roll Number.

PART A

ANSWER ALL THE QUESTIONS

(5 X 2 = 10M)

1. Describe co-operative bank. and how is it different from other types of banks?
(CO1) [Knowledge]
2. Mention any two advantages of Private Banks in India.
(CO1) [Knowledge]
3. Explain any two features of banking.
(CO1) [Knowledge]
4. Define Customer in Banking.
(CO2,CO1) [Knowledge]
5. Mention the importance of Banker and Customer Relationship.
(CO2) [Knowledge]

PART B

ANSWER ALL THE QUESTIONS

(2 X 10 = 20M)

6. Illustrate the difference between scheduled and non-scheduled banks in India? Give examples of each type.
(CO1) [Comprehension]

7. John is a banker at a regional bank in his city. He has been working at the bank for over a decade and has erected strong connections with numerous of his guests. One of his long- term guests, Sarah, owns a small business and has been banking with John's bank for several times. Over time, John has helped Sarah with colorful fiscal requirements, similar as securing loans to expand her business, setting up a business checking account, and offering advice on managing her finances. Sarah appreciates John's skills and guidance, and trusts him to help her make important fiscal opinions. One day, Sarah receives a letter from the bank informing her that her business loan will be due in a many months. She's concerned about her capability to repay the loan on time and decides to set up a meeting with John to talk over her options. During their meeting, John listens precisely to Sarah's enterprises and reviews her fiscal statements to more understand her business's fiscal health. He suggests several options to help her manage her debt, including refinancing her loan, consolidating her debt, and conforming her payment schedule. Sarah is relieved and thankful for John's advice and decides to refinance her loan. She appreciates John's amenability to work with her and his commitment to helping her achieve her fiscal pretensions. Questions 1. Write the significance of Bank and client relationship and its process grounded on the below case.

(CO2) [Comprehension]

PART C

ANSWER THE FOLLOWING QUESTION

(1 X 20 = 20M)

8. "The Reserve Bank of India (RBI) is India's central bank. It controls the monetary policy concerning the national currency, the Indian rupee." Explain the role and functions of RBI in India's banking system growth.

(CO1) [Application]