



Avinashilingam Institute for Home Science and Higher Education for Women

Deemed to be University under Category 'A' by MHRD, Estd. u/s 3 of UGC Act 1956 (now MoE)
Re-accredited with A++ Grade by NAAC. Recognised by UGC under Section 12B
Coimbatore - 641 043, Tamil Nadu, India

Continuous Internal Assessment – I February, 2025
IV Semester

Class : II UG
Major : B.Com

Time: 2 Hours
Maximum Marks: 60

Option A: Banking and Microfinance
23BCOSE2A-Technical Knowledge about Banking Products and Processes

Course Outcomes:

- CO1. Identify the various functions of the banks
- CO2. List all banking products and regulations associated with banking products
- CO3. List out the different government initiatives in lending loan
- CO4. Able to understand the regulations applicable for banking products and processes
- CO5. Analyze the growth of various government schemes for implementation by banks and micro finance companies

Part-A

(6x1=6)

Choose the correct answer

1. Which of the following is a qualitative tool used by RBI to control money supply? **CO1K2**
a. Bank rate b. Moral Suasion c. Open market operation d. Cash Reserve Ratio
2. Nomination can be done in **CO2K2**
a) Savings Bank account b) Recurring Deposit account c) Fixed Deposit account d) Savings, Recurring and Fixed accounts need nomination
3. Minimum age required to open SB account in the bank **CO2K1**
a) 8 years b) 10 years c) 12 years d) 18 years
4. Bank does not give loan against **CO2K1**
a) Gold Ornaments b) LIC policy c) Lottery ticket d) NSC
5. Which of the principles ensure that banks make profit during the process of lending? **CO3K2**
a. Principle of security b. Principle of diversification of lending c. Principle of profitability
d. Principle of liquidity
6. In which of the following mode of security, the possession is transferred to the banks?
a. Pledge b. Hypothecation c. Mortgage d. Lien **CO3K2**

Part- B

(3x6=18)

Answer ALL Questions

Each answer should not exceed 400 words or two pages

7. a. Write a short note on banking system in India. **CO1K2**
(or)
7. b. Narrate the bankers' bank function of Reserve Bank of India. **CO1K2**
8. a. Explain the procedure and rules of lending against Credit card. **CO2K3**
(Or)
8. b. Explain the role of Commercial banks with Insurance products. **CO2K2**
9. a. Differentiate loans and advances. **CO3K3**
(Or)
9. b. Write a short note on lending against documents of title to goods. **CO3K2**

Part-C

(3x12=36)

Answer ALL questions

Each answer should not exceed 800 words or four pages

10. a. Explain the primary and ancillary services of commercial banks. **CO1K3**
(Or)
10. b. Explain the procedures for opening and operation of bank accounts. **CO1K3**
11. a. Enumerate various deposit products of commercial banks. **CO2K2**
(Or)
11. b. Enumerate various credit products of commercial banks. **CO2K3**
12. a. Discuss the lending procedure of commercial banks. **CO3K3**
(Or)
12. b. Write short notes on Lien, Pledge and Hypothecation. **CO3K3**