



VED – 12

B.Com. (Semester – VI) Examination, April 2014
BANKING AND FINANCIAL SERVICES
Major – I : Modern Banking

Duration : 2 Hours

Total Marks : 80

- Instructions :** 1) *All questions are compulsory, however internal choice is available.*
2) *Figures to the right indicate maximum marks.*
3) *Start each new question on a fresh page.*
4) *Answers to question 3 to 6 must be approximately 400 words each.*

1. Answer **any four** of the following in approximately **100 words each** : **(4×4=16)**
- Write a short note on the electronic clearing service facility.
 - Describe four important features of credit cards issued by banks.
 - Briefly explain the benefits of core banking to banks.
 - Write a note on nostro and vostro accounts.
 - Explain any four features of FCNR accounts.
 - Describe any four features of pre shipment rupee finance that banks in India extend to exporters.
2. Answer **any four** of the following in approximately **100 words each** : **(4×4=16)**
- Distinguish between credit cards and debit cards.
 - What are forward transactions in foreign exchange ?
 - Write a short note on merchant banking.
 - Describe the working of any two institutions providing housing finance in India.
 - Discuss any four possible benefits from mergers in the banking industry.
 - Explain the concept of universal banking.

P.T.O.



3. a) Explain the different accounts in foreign currency that NRI customers can open in Indian banks. 12

OR

- b) Describe the various types of cyber crime possible in banking. What steps can customers and banks take to protect themselves against such crimes ?

4. a) Write a detailed note on bank computerization. 12

OR

- b) Describe the various advantages and drawbacks of factoring.

5. a) What is a mutual fund ? Explain the advantages of investing in mutual funds. 12

OR

- b) What is a lease financing ? Describe the different types of long term and short term lease agreements.

6. a) What is a letter of credit ? Explain how it works to protect both exports and importes. 12

OR

- b) Discuss different benefits of portfolio management to the investors and the bankers.
-