

**DIPLOMA EXAMINATION IN ENGINEERING/TECHNOLOGY/  
MANAGEMENT/COMMERCIAL PRACTICE, NOVEMBER – 2023**

**BANKING**

[Maximum Marks: **100**]

[Time: **3 Hours**]

**PART-A**

[Maximum Marks: **10**]

I. (Answer **all** questions in one or two sentences. Each question carries **2** marks)

1. Define Banking.
2. State the meaning of the term banker's lien.
3. What do you mean by endorsement?
4. List out the advantages of Mobile Banking.
5. State the meaning of pass book.

(5 x 2 = 10)

**PART-B**

[Maximum Marks: **30**]

II. (Answer **any five** of the following questions. Each question carries **6** marks)

1. List out the different kinds of endorsement.
2. State the various modes of creating charge.
3. Describe the obligations of banker to honour customers cheque.
4. Describe a passbook.
5. Explain different kinds of bank accounts.
6. List out difference between cheque and bill of exchange.
7. Describe the advantages of credit cards.

(5 x 6 = 30)

**PART-C**

[Maximum Marks: **60**]

(Answer **one** full question from each Unit. Each full question carries **15** marks)

**UNIT – I**

- III. a. Explain the circumstances under which a banker cannot exercise the right of general lien. (8)
- b. What are the obligations and rights of a banker towards his customer. (7)

**OR**

- IV. a. Distinguish between ordinary commercial debt and bankers debt. (9)
- b. Write short notes on
- a) Garnishee order
- b) Dishonour of cheque. (6)

**UNIT – II**

- V. State the procedure of opening a current account in a commercial bank. (15)

**OR**

- VI. State the circumstances under which an account may be closed by a banker. (15)

**UNIT- III**

- VII. Define crossing. Explain different types of crossing. (15)

**OR**

- VIII. Describe the various kinds of endorsements. (15)

**UNIT - IV**

- IX. Explain the advantages and disadvantages of ATM cards. (15)

**OR**

- X. List out the general principles of sound lending. (15)

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