

TILAK MAHARASHTRA VIDYAPEETH, PUNE
MASTER OF COMMERCE (M. COM.)
EXAMINATION : MAY - 2016
FIRST SEMESTER
Sub: Central Banking (MCB -112)

Date: 30/5/2016

Marks: 60

Time: 10.00 am to 12.30 pm

Instructions: 1) All questions are compulsory.
 2) Figures to the right indicate full marks.

Q.1 Answer the following questions. (Attempt any two) (32)

1. Explain the regulations relating to acceptance of deposits by NBFC's?
2. Discuss the functions of Department of Currency Management?
3. Explain the powers of the Reserve Bank as per Sec.36 of the Banking Regulation Act 1949?
4. Explain the goals of monetary policy in detail.

Q.2 Answer the following. (Attempt any one) (08)

1. What are the guidelines followed by banks for establishing Satellite Offices?
2. Explain the measures taken by CIBIL to ensure the security of Member's data.
3. State and explain licensing of banks.

Q.3 Write short notes. (Attempt any two) (10)

1. Service Branches
2. Special type of Notes
3. Naming of Central Banks
4. "Out of Order" Or "Overdue Status"

Q.4 Select the Correct Alternatives. (Attempt Any Ten) (10)

1. Banks should obtain prior approval of Reserve Bank of India before opening, shifting or closing of offices/branches etc.

a) True	b) False
c) Can't Say	d) None of the above
2. An account is treated as "out of order" if the outstanding balance remains continuously less of the sanctioned limit/drawing power.

a) True	b) False
c) Can't Say	d) None of the above
3. With effect from March 312, 2005 an asset would be classified as doubtful if it has remained in the substandard category for a period of 12 months.

a) True	b) False
c) Can't Say	d) None of the above

4. Section 36 of the Banking Regulation act 1949 gives power to Reserve Bank to remove managerial and other persons from office.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
 5. Section 21 of the Banking Regulation act 1949 gives power to Reserve Bank of India to control advances by banking companies.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
 6. The initial shareholding pattern of CIBIL was in the proportion of 40:40:10:10 respectively.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
 7. Primary objective of BFS is to undertake consolidated supervision of the financial sector comprising commercial banks, financial institutions and non-banking finance companies.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
 8. The maximum rate of interest an NBFC can offer is 12%.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
 9. NBFC can accept demand deposits.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
 10. The increased network of branches certainly led to a large expansion of commercial credit.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
 11. Use of official Government of India paper currency commenced in 1881.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
 12. The Reserve Bank may cancel a license granted to a banking company.
 - a) True
 - b) False
 - c) Can't Say
 - d) None of the above
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