

- Note :** 1) All questions are compulsory.
2) Use of calculator's and Mathematical tables is allowable.

- Q.1 a) Explain the following concepts in brief.** [10]
- i) Statutory Reserves
 - ii) Banker's Bank
 - iii) Cash Reserve Ratio
 - iv) Bancassurance
 - v) Core-Banking Solution

- b) Give the full forms of the following abbreviation :** [5]
- i) IRDA
 - ii) ATM
 - iii) NABARD
 - iv) FERA
 - v) SIDBI

OR

- Q.1 a)** What is meant by financial system ? Explain the components of financial system ? [7]
- b)** Define commercial bank ? Explain the functions of commercial Banks ? [8]

- Q.2 Solve any THREE :-** [15]

- a) Mukesh has invested Rs. 10,000 in Bank Certificate of Deposits for 2 years at 8% interest. How much will be receive at Maturity ?
- b) A bank promises to give you Rs. 10,000 after 3 years at the rate of 10% interest. How much should you deposit today ?
- c) A bank advertises that it will pay a lumpsum of Rs. 45,740 at the end of 8 years to investors who deposite annually Rs. 4000 for 8 years what is the interest rate bank is paying ?
- d) You can save Rs. 20,000 a year for 5 years and Rs. 3000 a year thereafter for 10 years. What will these savings cumulate to at the end of 15 years if the rate of interest is 10% /

OR

- Q.2** From the following balances, prepare Balance Sheet of Ravi-Kiran Bank Ltd. for the year ended 31st March 2009. [15]

Particulars	Rs. Lakhs
Share capital	20
Statutory Reserve	10
Profit and Loss a/c (Balance)	04
Capital Reserve	02
Savings Deposits	29
Fixed Deposits	40
Other Deposits	42
Borrowings from RBI	24
Borrowings from other Banks (Secured)	80
Bills Payables	03
Inter-Office Adjustments (Credit)	14
Cash in hand	12
Cash with RBI	24
Money at call and short Notice	36
Investment in Government Securities	28
Investment in Gold	20
Cash Credits	36
Overdrafts	30
Term Loans	60
Premises	25
Provisions for Taxation	03

The Authorised capital of the bank was Rs. 50 lakhs divided into 5 lakhs shares of Rs. 10 each. The bank has bills for collection to the extent of Rs. 12 lakhs.

- Q.3** a) Define Bank ? Explain the functions of banks ? [7]
 b) What is loan ? What are the different types of loans granted by banks. [8]

OR

- Q.3** a) What is Banking Technology ? How is it useful in Modern days ? [7]
 b) What do you mean by Development bank? Explain the important

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- Q.4** a) What is an interest rate ? What are the determinants of interest rate structure ? [7]
- b) What is ALM ? What are the functions of ALM ? [8]

OR

- Q.4 Short Notes** [15]
- 1) Managing interest rate risk
 - 2) Tax services by banks
 - 3) Internet Banking.

