

GUJARAT TECHNOLOGICAL UNIVERSITY
DIPLOMA ENGG.- SEMESTER-VI EXAMINATION – OCTOBER 2012

Subject code: 365403**Date: 29-10-2012****Subject Name: Banking Theory & Practice****Time: 2:30 pm – 5:00 pm****Total Marks: 70****Instructions:**

1. Attempt all questions.
2. Make suitable assumptions wherever necessary.
3. Figures to the right indicate full marks.

- Q.1** (a) Describe the role of Reserve Bank of India as an 'Apex Bank' in structure of banking in India. **07**
(b) Define customer Explain the General relationship between Banker & Customer. **07**
- Q.2** (a) As a Banker procedure in opening & operation of the following Account. **07**
(Any two) (1) Minor (2) ATM account with merits (3) Married Women
(b) Explain the Remittances services of a Banker. **07**
- OR**
- (b) Write short notes on the following. (Any two) **07**
(1) Merchant Banking (2) Account of NRI (3) Non-trading concern
- Q.3** (a) As a banker what precautions should be taken while granting loan against in the following. (Any two) (1) Professional Loan (2) Small scale industries (3) Life Insurance Policy's. **07**
(b) Explain the Agency services of commercial bank. **07**
- OR**
- Q.3** (a) As a banker what precautions should be taken while granting loan against in the following. (Any two) **07**
(1) Raw Material (2) Education Loan (3) National Saving Certificate.
(b) What do you mean by appraisal of loan application? **07**
- Q.4** (a) State the sound lending principles of a bank. **07**
(b) Explain the Import-Export Bank. **07**
- OR**
- Q.4** (a) Define margine. State the factors affecting to margine. **07**
Q.4 (b) Distinguish between pledge and mortgage. **07**
- Q.5** (a) Define foreign exchange State the functions of authorized dealer in foreign exchange. **07**
(b) State the services of Rural Regional bank. **07**
- OR**
- Q.5** (a) Discuss the importance of NABARD. **07**
(b) Write a short notes (Any two) **07**
(1) Mortgage (2) Debit card (3) Letter of Credit.
