

## 12<sup>th</sup> CLASS COMMERCIE GROUP – 2022.

### BANKING

#### SHORT QUESTIONS.

##### 2. Write short answer:

- i) Define foreign bank.
- ii) Define Bank.
- iii) Define bank of exchange
- iv) What is meant by bankrupt term?
- v) What is meant by promotion?
- vi) Write kinds of bank according to ownership.
- vii) What is meant by agricultural bank?
- viii) What is bank rate?
- ix) Define medium term loan.
- x) Define co-operative bank.
- xi) How was the word bank derived?
- xii) What are the principles of note issue?

##### 3. Write short answers

- i) Define exchange rate.
- ii) State the difference of ordinary and special crossing.
- iii) State the parties of bill of exchange.
- iv) State the types of bill of exchange.
- v) How to open bank account. Explain
- vi) Define cheque.
- vii) Define foreign currency account.
- viii) Define Promissory note.
- ix) Define investment bank.
- x) Define endorsement of cheque.
- xi) Define bearer cheque.
- xii) Define bankers.

##### 4. Write short answers.

- i) What is meant by mortgage?
- ii) Write down the principles of issuance of credit.
- iii) Write any four characteristics of good security.
- iv) List down the methods of determining exchange rate.
- v) What is meant by standstill agreement of exchange control method?
- vi) Define monetary policy.
- vii) What is meant by spot exchange rate?
- viii) Define Central Bank.
- ix) What is meant by clearing house?
- x) Define E-Banking.

#### PART – II

5. Write down functions of Central Bank.
6. Discuss the role of commercial bank in economic development of country.
7. How Central Bank acts as Clearing House?
8. Write a note on the various kinds of bank accounts.
9. Discuss the causes of changes in exchange rate.
10. Define crossing of a cheque and its types.