

**PARUL UNIVERSITY**  
**FACULTY OF COMMERCE**  
**B.Com. (Hons) Summer 2022 – 23 Examination**

**Semester: 04**  
**Subject Code: 16102251**  
**Subject Name: Bank Credit**

**Date: 25-03-2023**  
**Time: 10:00am to 01:00pm**  
**Total Marks: 60**

**Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

**Q.1 Do as directed.****A) Multiple choice type questions. (Each of one mark) (06)**

1. To ensure the security and livelihood of people in rural areas, this act guarantees a minimum of 100 days of wage employment under which scheme?
 

a) MNREGA	b) PMAY-G
c) PDS	d) DAYNRLM
2. In the self-help group, the loan and saving decisions are taken by....
 

a) Government	b) Non-government organization
c) Bank	d) Absence of collateral
3. ....is the right of the banker to retain possession of the goods and securities owned by the debtor until the debt due from the latter is paid.
 

a) Lien	b) Pledge
c) Mortgage	d) Right of Appropriation
4. .... unregistered group of micro entrepreneurs having a homogenous socio-economic background mutually agreeing to contribute to a common fund and to meet their emergency needs.
 

a) JLG	b) SHG
c) GBM	d) RBL
5. To compute the creditworthiness of a borrower & further credit analysis needs to be performed for rating a borrower depending on his/her credit history is termed as.....
 

a) Credit Score	b) Credit Schedule
c) Credit Note	d) Credit Card
6. NABARD was set up essentially as a development bank for promoting:
 

a) Agriculture Development	b) Rural Development
c) Economic Development	d) Both A & B

**B) Definitions / One-liners / Terms. (Each of one mark) (06)**

1. Define Pledge
2. Name 5 C's of credit analysis
3. Name 3 Credit Instruments.
4. Name the methods through which lender evaluate the eligibility of a borrower through Credit Appraisal.
5. Name of agencies which provide Credit score in India.
6. Name the range of activities covered under NGO-MFI.

**Q.2 Numerical / Short Note Questions. (Each of 04 mark) (12)**

1. Write the salient objectives of Microfinance?
2. Write a short note on NRLM
3. Explain the various types & advances of Credit by Commercial Banks?

**Q.3 Answer the following. (Any Three) (18)**

1. Elaborate the lending process of microfinance Grameen Bank Model for providing Microcredit with the help of diagram.
2. Discuss in detail the advantages of Credit allocation form Banking perspective.
3. Demonstrate the steps followed by banks for Credit Analysis & analyze the importance for credit mapping of customers.

4. What are the various documents used for lending process in banks. Discuss the importance of each kind of document.

**Q.4 Answer the following. (Any two)**

**(18)**

1. Explain in detail the Modes of creating charge?
2. Analyze the factors evaluated during Credit appraisal Process.
3. "Financial Inclusion" and "Rural Banking" are often used interchangeably to indicate access to financial system by creating equitable opportunities, enables economically and socially marginalized citizens to properly integrate the economy using Technology. Critically discuss the problems & solutions of Rural Banking in today's context?