

**PARUL UNIVERSITY**  
**FACULTY OF COMMERCE**  
**B.Com. (Hons) Summer 2017 – 18 Examination**

**Semester: 4**  
**Subject Code: 16102251**  
**Subject Name: Bank Credit**

**Date: 19/05/2018**  
**Time: 10.30 am to 1.00 pm**  
**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. Minimum age required to open SB account in the bank .....**

- |             |                  |
|-------------|------------------|
| a) 8 years  | b) 10 years      |
| c) 12 years | d) None of above |

**2. Bank does not provide loans for .....**

- |               |                        |
|---------------|------------------------|
| a) Crop loans | b) Education loans     |
| c) Home loans | d) Drinking & Gambling |

**3. E or S means .....**

- |                       |                   |
|-----------------------|-------------------|
| a) East or South zone | b) Easy and Swift |
| c) Either or Survivor | d) None of above  |

**4. Defaulter of loan means .....**

- |                                 |                   |
|---------------------------------|-------------------|
| a) Not paying loan installments | b) Bad reputation |
| c) Illegal activities           | d) None of above  |

**5. Which is prohibited for writing on currency notes?**

- |                      |                      |
|----------------------|----------------------|
| a) Political message | b) Religious message |
| c) Personal message  | d) All of above      |

**6. Loans from money lenders are .....**

- |                               |                         |
|-------------------------------|-------------------------|
| a) With High rate of interest | b) No proper accounting |
| c) No transparency            | d) All of above         |

**B) Definitions (Each of one mark)****(06)**

1. Refinance
2. Overdraft
3. Bills Discounted
4. Credit analysis
5. Sick unit
6. Housing Finance

**Q.2 Write short note on following. (Each of 04 mark)****(12)**

1. Financing for small-scale industries (SSI)
2. Types of agriculture finance
3. "Five C's" of credit analysis

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

1. What are the factors affecting the estimate of fixed assets requirements?
2. What are the steps followed by banks for credit analysis?
3. Write a detailed note on Lead bank.
4. Different kinds of charges applicable to housing loan products.

**Q.4 Answer the following. (Any two)****(18)**

1. Explain the principles of sound lending.
2. What are the different types of microfinance institutions in India?
3. Signals of sickness of an industrial unit.