



**Date: 20-11-2024**

# LGS GROUP OF COLLEGES

**BANKING XII**

**Assignment**

**TEST#**

**WK-8**

Subject: Banking	Name:.....	Roll No:	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
Time: 35 mins	Objective + Subjective	Marks =15					

## SECTION-I OBJECTIVE TYPE

**Note:** Four possible answer A, B, C and D to each question are given. The choice which you think is correct, fill the circle in front of that question with Marker or Pen ink in the answer-book. Cutting or filling two or more circles will result in zero mark in that question. (1 × 3 = 3)

### Q1. Select the right option.

- Main uses of Bank funds are:
  - Advancing Loan
  - Direct Investment
  - Both A and B
  - None of Above
- Why does bank grant loan to businessmen:
  - To purchase raw material
  - To pay wages
  - To pay development expenditures
  - All the above
- Bank should advance loans to those people who are strong:
  - Financially
  - Domestically
  - Politically
  - All the above

## SECTION-II SUBJECTIVE TYPE

### Q2. Write short answers.

(4 x 2 = 8)

- Define secured and non-secured loans?
- What are the parties in a Guarantee?
- Define specific and continuous guarantee.
- Define the term "lien".

## SECTION – II (PART-II)

**Note:** Attempt the LONG question.

(1 × 4 = 4)

- Define security and discuss the qualities of good security.