

College Name: _____

Student Name: _____ Seat No: _____

Copy No: _____

KARACHI UNIVERSITY BUSINESS SCHOOL
UNIVERSITY OF KARACHI
FINAL EXAMINATION JUNE 2016; AFFILIATED COLLEGES
BANKING OPERATIONS & MANAGEMENT; BA (M)-682
MBA – IV

Date: July 21, 2016

Max Time: 3 Hrs

Max Marks: 60

INSTRUCTIONS:

- 1. Attempt ANY 5 questions. Do not write anything on the question paper.**
- 2. Mobile phone(s) or any other communicating device will not be allowed in the examination room. Students will have to remove the batteries of these devices before entering the examination hall.**

Q1. Define the following:

- | | |
|---|-----------------|
| A. Pay Order | B. Demand Draft |
| C. Requirements for cancellation of a Pay Order | |

Q2. Define the following:

- | | |
|---|-----------|
| A. Customer | B. Banker |
| C. Unclaimed Deposits | |
| D. Fiduciary responsibility of a banker | |
| E. Duty of confidentiality | |

Q3 a) State any FIVE legal rights that a banker has while operating customers' accounts?

- b) What is meant by endorsement?
- c) Explain any FOUR types of endorsements?
- c) Explain any FIVE differences between a cheque and a bill of exchange.

Q4 a) What is the concept of right of "set off"?

- b) State any four conditions which must be met before the bank can exercise the right of "set off".

Q.5 Sec. 13 of the Banking Companies Ordinance lays down directives of minimum capital requirement. Describe the significance of capital and the present level of capital requirement as per directives of State Bank of Pakistan.

Q6 a) Describe the key features of a 'Politically Exposed Person' (PEP). Give FOUR examples of PEP.

- b) Give at least FIVE reasons why enhanced due diligence is applied to PEPs while opening of their accounts?

Q.7 Explain any 5 factors that lenders consider when evaluating an individual or business seeking credit.

END OF EXAM PAPER