

**KARACHI UNIVERSITY BUSINESS SCHOOL**  
*University of Karachi*  
**FINAL EXAMINATION, DECEMBER 2009: AFFILIATED COLLEGES**  
**BANKING OPERATIONS: BA (M) – 682**  
**MBA – IV**

Date: January 13, 2010

Max Marks: 60  
Max Time: 3 Hrs

**Instructions: Attempt any 6 questions. All questions are carrying equal marks.**

- Q1. Describe the types of customer accounts. What documentations are required to open these accounts to maintain the KYC requirements?
- Q2. What is clearing and how it's operated in Pakistan?
- Q3. Differentiate between:
1. Cheque and Pay order
  2. Demand Draft and Cashier's Cheques
  3. Holder and Holder in due Course
- Q4. What are the legal protections of paying and collecting bank?
- Q5 (a) What are the principles of lending?
- Q5 (b) Describe the collateral requirement for financing.
- Q6. Define Islamic equity funds. How does it differ from SUKUK (Islamic Bond)?
- Q7. Briefly describe the management structure of State Bank of Pakistan.

----- **BEST OF LUCK** -----

**KARACHI UNIVERSITY BUSINESS SCHOOL**  
*University of Karachi*  
**FINAL EXAMINATION, JUNE JULY 2009: AFFILIATED COLLEGES**  
**BANKING OPERATIONS: BA (M) – 682**  
**MBA -IV**

Date: July 1, 2009

Max Marks: 60

Instruction: Attempt any 6 questions.

Max Time: 3 Hrs

- Q1.a. Define Banker according to Negotiable Instrument Act 1881. What are the functions of a commercial bank? (5)
- Q1.b. What are the conditions where the banker breaches the duty of secrecy with example? (5)
- Q2.a. Define Negotiable Instrument. What are the general characteristics of the Negotiable instruments? (5)
- Q2.b. What are the requisites of the cheque? In context of cheque define “Payment in Due Course”. (5)
- Q3.a. Define Account and the importance of know your Customer (KYC) for the bank. (5)
- Q3.b. Elaborate problems in Personal accounts. (5)
- Q4.a. Point out the differences between Islamic Banking and Conventional Banking. (5)
- Q4.b. Explain briefly Murabaha and Ijara. (5)
- Q5.a. What are the prerequisites of lending explain briefly? (5)
- Q5.b. Elaborate different forms of Lending in Pakistan. (5)
- Q6.a. Explain Letter of Credit and general clauses of L.C. (5)
- Q6.b. Describe different forms of letter of credit. (5)
- Q7.a. Explain briefly Charge and Hypothecation. (5)
- Q7.b. Define Mortgage. What are the subject’s matters that can be mortgage? (5)

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**FINAL EXAMINATION, JANUARY 2009: AFFILIATED COLLEGES**  
**BANKING OPERATIONS: BA (M) – 682**  
**MBA – IV**

Date: January 19, 2009  
Time allowed: 3 Hours

Max Marks: 60

**Instruction: Attempt any six questions:**

- Q1. Enlighten the concept of Good Corporate Governance in banks. Does State Bank put any role in achieving good governance? (10)
- Q2. The current bank crisis comprises of liquidity crunch and credit default, what are the different precautionary quantitative and qualitative tools to prevent the bank system from future disaster? (10)
- Q3. Scholars and institutions like IMF thought that Islamic Banking system is not affected as conventional banking system during current banking scenario. What are the inherent traits saving Islamic banks? (10)
- Q4. What are the primary functions of commercial banks and the sources of fund? (10)
- Q5. In secure lending bank hedge themselves with the security, elaborate different types of securities prevailing in Pakistani market. (10)
- Q6. Presently the concept of clearing house is vanished from the Pakistani market, then how clearing is done and types of clearing and instruments used? (10)
- Q7. Briefly explain any four of the following:
- Electronic Banking
  - Dividend Warrant
  - Coupon
  - Bond
  - Postal Order

**Best of Luck!**

**KARACHI UNIVERSITY BUSINESS SCHOOL**  
**University of Karachi**

**BANKING OPERATIONS AND MANAGEMENT**  
**BA (M) – 682**  
**Final Examination**

**Instruction:** Attempt any six questions.

- Q1. What are the functions and roles of State Bank of Pakistan? What are the prohibited areas according to section 20 of the State Bank Act 1956? (10)
- Q2. According to Article 2 of the uniform customs and practice for documentary credit (Brochure 500) of the International Chamber define Letter of Credit and its clauses. What is the difference between L/C and Collection? (10)
- Q3. Narrate 5 C pre-approval, also different principles of lending and generic forms of Credit? (10)
- Q4. How do you define Account? Also different types of customer account. Elaborate legal requirements for opening minor account in Pakistan? Does the bank need to fill the minor KYC? (10)
- Q5. Explain Negotiable Instrument with the help of Cheques and differentiate between promissory note and bill of exchange. (10)
- Q6. For financing a car what are the different modes available in Islamic banking. How are they different in view of customer? (10)
- Q7. Explain clearing and types of clearing. What are the different Instruments which are acceptable in clearing by the Pakistani Banks? (10)

**Best of Luck!**

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**BANKING OPERATIONS AND MANAGEMENT**  
**BA (M) – 682**  
**Final Examination**

**Instruction:** Attempt any six questions.

- Q1. Define Bank, according to Banking companies ordinance 1962 section 5. Explain the different kinds of activities that a commercial bank can engage from section 7 of banking ordinance? (10)
- Q2. According to Article 2 of the uniform customs and practice for documentary credit (Brochure 500) of the International Chamber define Letter of Credit and its clauses. What is the difference between L/C and Collection? (10)
- Q3. What is foreign exchange market? Describe the methods or instruments of making foreign payment? (10)
- Q4. How do you define Account? Also different types of customer account. Elaborate legal requirements for opening minor account in Pakistan? (10)
- Q5. Define Endorsement. Mention various kinds of endorsements. (10)
- Q6. Enlighten impacts of Islamic Banking in revival of economy. (10)
- Q7. Explain clearing and also the procedure and types of clearing. If stale cheque comes in clearing, what is the normal practice of Pakistani Banks? (10)

**Best of Luck!**