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KIRIRI WOMEN'S UNIVERSITY OF SCIENCE AND TECHNOLOGY
UNIVERSITY EXAMINATION, 2023/2024 ACADEMIC YEAR
FIRST YEAR, SECOND SEMESTER EXAMINATION
FOR THE DIPLOMA IN BANKING AND FINANCE
DBF 1102: BRANCH BANKING: LAW AND PRACTICE

Date: 15TH DECEMBER 2023
Time: 8:30AM-10:30AM

INSTRUCTIONS TO CANDIDATES

ANSWER QUESTION ONE (COMPULSORY) AND ANY OTHER TWO QUESTIONS

QUESTION ONE (30 MARKS)

- a. Outline four advantages of retail banking over wholesale banking (4 Marks)
- b. Define the term banking laws and practice (2 Marks)
- c. Explain the various types of retail banking (3 Marks)
- d. Give five differences between retail banking and wholesale banking (5 Marks)
- e. Highlight four roles of Kenya bankers association (4 Marks)
- f. Highlight five requirements for a non-Kenyan bank to operate in Kenya (5 Marks)
- g. Explain two reasons for bank panics. (4 Marks)
- h. Specify the features of correspondence banking (3 Marks)

QUESTION TWO (20 MARKS)

- a. Evaluate five monetary tools used by central bank in controlling amount of money in circulation. (10 Marks)
- b. Explain how banks self-regulate themselves and why they prefer self-regulation. (10 Marks)

QUESTION THREE (20 MARKS)

- a. Describe five measures that banks can take to control bank runs (10 Marks)
- b. Explain the role Unclaimed Financial Assets Authority of Kenya (10 Marks)

QUESTION FOUR (20 MARKS)

- a. Examine five differences between chain banking and group banking (10 Marks)
- b. Assess the role of Kenya Deposit Insurance Corporation (10 Marks)

QUESTION FIVE (20 MARKS)

- a. Evaluate the requirements for a bank holding company to operate in Kenya (10 Marks)
- b. Analyze the role of comptroller of currency in regulation of branch banking (10Marks)