

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2018  
(First Semester)

Branch - **BANKING & INSURANCE**

**BANKING LAW**

Time : Three Hours

Maximum : 75 Marks

**SECTION-A (20 Marks!)**

Answer **ALL** questions

**ALL** questions carry **EQUAL** marks (10 x 2 = 20)

- 1 What is a Bank?
- 2 What is Money and its types?
- 3 Define Banker.
- 4 What is right of set off?
- 5 What is Pledge?
- 6 Give the meaning of Assignment.
- 7 Who is a Paying banker?
- 8 Define bill of exchange.
- 9 What is Minimum reserve system?
- 10 What are the various types of note issue?

**SECTION - B (25 Marks)**

Answer **ALL** Questions

**ALL** Questions Carry **EQUAL** Marks (5 x 5 = 25)

- 11 a What are the various types of Banks?  
OR  
b Discuss the main features of the Banking Regulation Act, 1949.
- 12 a Explain the special types of Customers.  
OR  
b Explain the various types of Deposits account a customer can operate.
- 13 a Write short notes on (a) Pledge (b) Mortgage  
OR  
b How lending against fixed deposit receipts is carried out by a banker?
- 14 a What are the salient features of Promissory note?  
OR  
b What are the points to be considered by banker before honoring a cheque?
- 15 a Give a list of various departments of RBI.  
OR  
b Explain the promotional functions of RBI.

**SECTION - C (30 Marks)**

Answer any **THREE** Questions

**ALL** Questions Carry **EQUAL** Marks (3 x 10 = 30)

- 16 Discuss the main features of the Banking Regulation Act, 1949.
- 17 Under what circumstances a banker is justified in refusing a customer's cheque.
- 18 Enumerate the procedure for appraisal of credit proposals.
- 19 What precautions a baker should take while opening accounts in favour of partnership firm?