15CB102

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BCom DEGREE EXAMINATION DECEMBER 2017
(First Semester)

Branch - **COMMERCE (BANKING & INSURANCE)**

BANKING LAW

Time : Three Hours   Maximum : 75 Marks

SECTION-A (20 Marks!
Answer **ALL** questions
ALL questions carry **EQUAL** marks   (1 0 x 2 = 20)

1   Define the term "Banks".
2   Give any 2 defects of money.
3   Define "customer".
4   What is pass book?
5   What is cash credit?
6   What is mortgage?
7   Define "cheque".
8   What do you mean byendorsement?
9   What is bank rate?
10   Mention the types of credit control measures implemented by RBI.

SECTION-B (25 Marks!
Answer **ALL** Questions
ALL Questions Carry **EQUAL** Marks (5 x 5 = 25)

11 a What are the functions of RRBs?
                    OR
    b How will you classify banks on the basis of ownership?

12 a What are the different types of deposits?
                    OR
    b State the authority of banking ombudsman.

13 a What are the principles of sound lending?
                    OR
    b What precaution a banker should take while advancing loan against life
        insurance policies?

14 a What are the duties of collecting Banker?
                    OR
    b   What is the liability of the paying banker on a crossed cheque?

15 a Examine the regulatory powers of RBI.
                    OR
    b How the management of RBI is constituted?

SECTION - C (30 Marks)
Answer any **THREE** Questions
ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

16   Explain the functions of commercial banks.

17   What are the duties of a banker while honouring customer's cheques?

18   Explain the factors that are taken into consideration by banks while
       lending or investing.

19   Define a negotiable instrument and mention the main features.