

**PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)**

**BA DEGREE EXAMINATION MAY 2025  
(Sixth Semester)**

Branch – **ECONOMICS**

**BANKING LAW: THEORY AND PRACTICE**

Time: Three Hours

Maximum: 50 Marks

**SECTION-A (5 Marks)**

Answer ALL questions

ALL questions carry EQUAL marks

(5 x 1 = 5)

- 1 A banker is a \_\_\_\_\_ debtor
 

(i) General	(ii) Special
(iii) Privileged	(iv) common
- 2 The reasonable period allowed in India for the presentation of a cheque is \_\_\_\_\_
 

(i) 1 Year	(ii) 3 Months
(iii) 9 Months	(iv) Depending upon custom
- 3 \_\_\_\_\_ is a method of creating charge on immovable properties like land and building
 

(i) Pledge	(ii) Mortgage
(iii) Lien	(iv) Hypothecation
- 4 Expand NEFT
 

(i) National Electronic Fund Transfer	(ii) Neutral Electronic Fund Transfer
(iii) Nominal Electronic Fund Transfer	(iv) Natural Electronic Fund Transfer
- 5 RBI is the \_\_\_\_\_ to the government
 

(i) Banker	(ii) Trader
(iii) Linker	(iv) None

**SECTION - B (15 Marks)**

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

- 6 a Classify the different types of deposits.  
OR  
b Organise the steps in opening a bank account.
- 7 a Describe the essential features of a Cheque.  
OR  
b Explain the duties of a collecting banker.
- 8 a Bring out the advantages of goods as security for bank advances.  
OR  
b Analyse the factors that contribute Non-performing assets.

**Cont...**

- 9 a Summarize the advantages of RTGS.  
OR  
b Discuss about the UPI payment system.
- 10 a Narrate the functions of NABARD.  
OR  
b Outline the three tier structure of co-operative banking in India.

**SECTION -C (30 Marks)**

Answer ALL questions  
ALL questions carry EQUAL Marks (5 x 6 = 30)

- 11 a Discover the relationship of banker and customer.  
OR  
b Classify the rights of a banker.
- 12 a Examine the statutory protection to paying banker.  
OR  
b Identify the characteristics of holder in due course.
- 13 a Point out the principles of sound lending.  
OR  
b Discuss the various kinds of mortgages.
- 14 a Highlight the advantages and disadvantages of internet banking.  
OR  
b Summarize the advantages and disadvantages of credit card.
- 15 a Discuss the monetary functions of Reserve Bank of India.  
OR  
b Enumerate the role of banks in economic development.

Z-Z-Z

END