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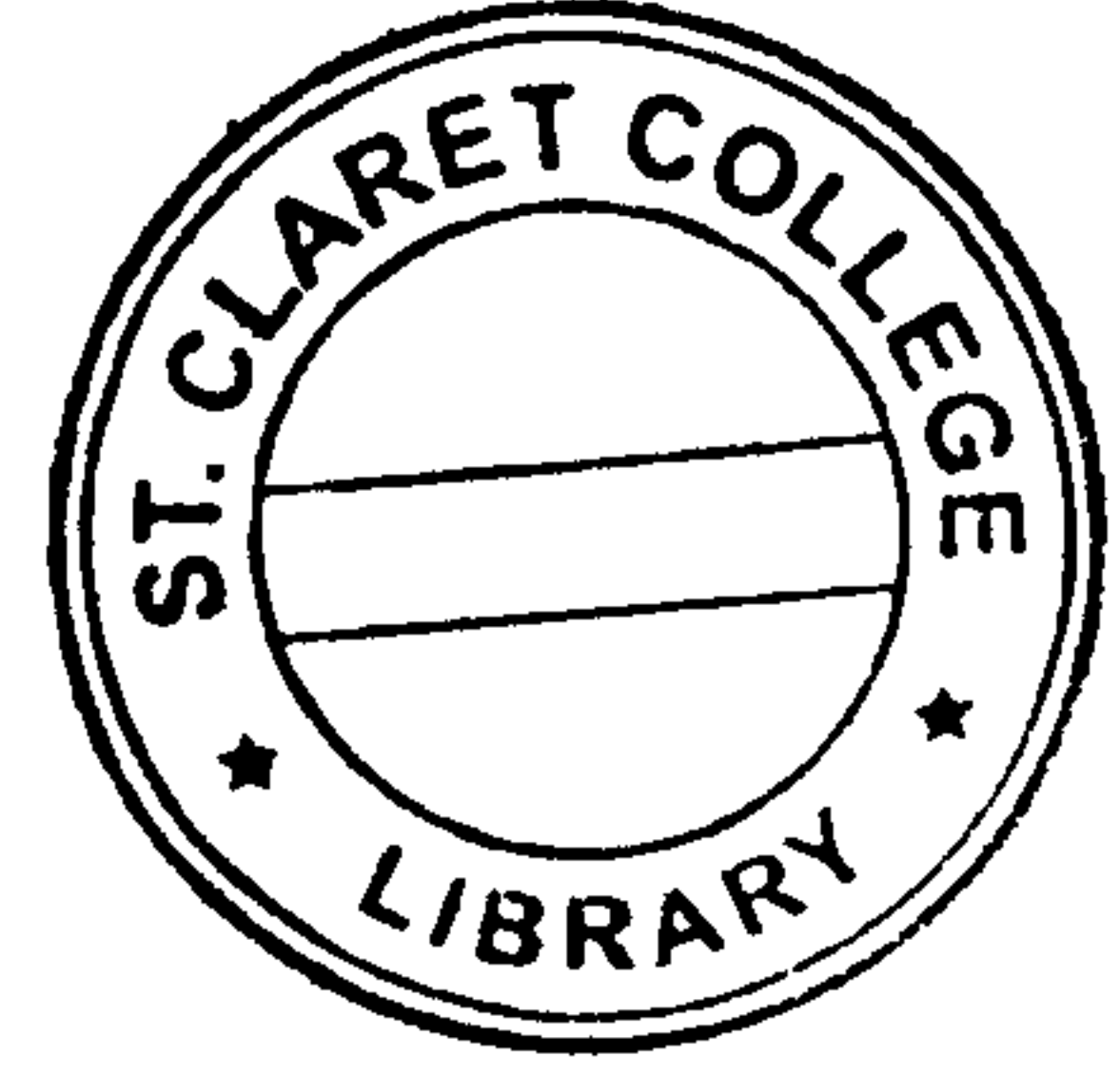
V Semester B.B.M. Examination, November/December 2015

(Repeaters) (Prior to 2014 – 15)

**BUSINESS MANAGEMENT**

**5.3 : Law and Practice of Banking**

(100 – 2013 – 14 Only) (90 – Prior to 2013 – 14)



Time : 3 Hours

Max. Marks : 100/90

**Instructions :** 1) Answers should be written in **English**.

2) Sections **A, B and C** to be answered by **all** repeaters  
(90 marks)

3) Section '**D**' to be answered by students of **2013 – 14** only.  
(100 marks).

SECTION – A

1. Answer **any ten** of the following sub-questions. **Each** sub-question carries **two** marks. (10×2 = 20)
- a) Define the term Banker.
  - b) State the rule in Clayton's Case.
  - c) What do you mean by lien ?
  - d) What is crossing of a cheque ?
  - e) Who is a Minor ?
  - f) What is NPA ?
  - g) Who is an Executor ?
  - h) What is material alteration ?
  - i) What is a post-dated cheque ?
  - j) What is countermanding ?
  - k) What is a Garnishee order ?
  - l) What is an Endorsement ?

P.T.O.



## SECTION – B

Answer **any five** questions. **Each** question carries **five** marks.

(5×5 = 25)

2. Explain the different types of Letters of Credit.
3. Give a note on Clayton's case.
4. What is Payment in due course ? Explain its features.
5. Explain the various types of Negotiable Instruments.
6. Distinguish between General Crossing and Special Crossing.
7. Explain the various types of Endorsements.
8. Explain the different kinds of Mortgage.

## SECTION – C

Answer **any three** questions. **Each** question carries **fifteen** marks.

(3×15 = 45)

9. Briefly explain the duties and responsibilities of a collecting Banker.
10. Briefly explain the different types of bank advances.
11. State the precautions to be taken by a banker while opening and operating an account in the name of
  - a) Private companies
  - b) Married woman
  - c) Partnership firm.
12. Explain the relationship between the Banker and Customer.
13. Discuss the circumstances in which a banker can dishonour a cheque.

## SECTION – D

To be answered by students of **2013 – 14** only.

(1×10 = 10)

14. Explain the procedure to be followed for opening a current account.
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