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III Semester B.Com. Examination, November/December 2014  
(New Syllabus) (2013-14 and Onwards)  
(Semester Scheme) (F+R)  
COMMERCE  
3.5 : Banking Law and Operations

Time : 3 Hours

Max. Marks : 100

**Instruction :** Answer should be written **completely** either in **English** or **Kannada**.

## SECTION – A

Answer **any 10** of the following. **Each** question carries **2** marks.

(10 × 2 = 20)

1. a) Define a cheque.
- b) What is meant by pledge ?
- c) Give the meaning of material alteration in a cheque.
- d) What is Bankers General Lien ?
- e) Expand E.F.T and A.T.M.
- f) Give an example of Restrictive Endorsement.
- g) What is a current account ?
- h) Who is a Minor ?
- i) What is e-banking ?
- j) What is a debit card ?
- k) Give the meaning of Non-performing Assets.
- l) What is Right of Set off ?

P.T.O.



## SECTION – B

Answer **any 4** of the following. **Each** question carries **8** marks.

**(4×8 = 32)**

2. What are the precautions a banker should take while dealing with Joint Hindu Family ?
3. Give a note on mandatory functions of Paying Banker.
4. Briefly explain the types of Endorsement.
5. a) State four circumstances in which banker can not exercise “Right of Lien”.  
b) State four circumstances in which banker can close customers account.
6. Briefly explain the principles of good lending by commercial banks.

## SECTION – C

Answer **any 3** of the following. **Each** question carries **16** marks.

**(3×16 = 48)**

7. What are the duties of a Collecting Banker ? Discuss the statutory protection given to a Collecting Banker.
8. Explain the general relationship between banker and customer.
9. What is crossing of a cheque ? Explain different types of crossing with examples.
10. Explain the various types of bank advances.