



NS – 467

59
V Semester B.Com. Examination, Nov./Dec. 2016
(Repeaters) (Prior to 2014-15)
COMMERCE

5.4 : Law and Practice of Banking

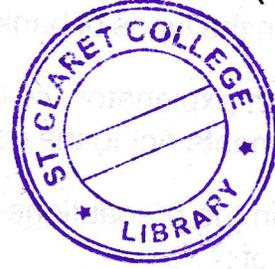
Time : 3 Hours

Max. Marks : 100

Instructions : Answers should be **completely** written either in **English** or in **Kannada**.

SECTION – A

1. Answer **any ten** sub-questions from the following. **Each** correct answer carries **2** marks. (10×2=20)
- Give the meaning of “customer”.
 - Who is a “collecting banker” ?
 - What is meant by “dishonour of cheque” ?
 - What is bankers general lien ?
 - What is pledge ?
 - What is a Joint Hindu Family ?
 - What is a negotiable instrument ?
 - What do you mean by Pass book ?
 - What is double crossing ?
 - What is e-banking ?
 - Give the meaning of non-performing assets.
 - What is fixed deposit account ?



SECTION – B

Answer **any five** of the following questions. **Each** correct answer carries **5** marks.

(5×5=25)

- Give a note on mandatory functions of Paying Banker.
- Briefly explain the types of Endorsement.
- Write the procedure to open a Savings Bank Account.

P.T.O.



5. What are the reasons for dishonour of a cheque ?
6. Give a note on legal aspects of Mortgage.
7. Who is a holder for value ? Explain.
8. Explain any four types of letter of credit.

SECTION - C

Answer **any 3** of the following. **Each** question carries **15** marks.

(3×15=45)

9. Briefly explain the general relationship between banker and customer.
10. Explain the types of bank loans and advances.
11. Give an explanatory note on the statutory protection given by the Negotiable Instruments Act to the collecting banker.
12. Explain the precautions a banker should take while opening an account in the name of :
 - a) Partnership firms
 - b) Illiterate persons.
13. Explain the general principles of sound lending by banks.

SECTION - D

Answer the following **compulsory** question. The correct answer carries **10** marks.

(1×10=10)

14. What is General Lien ? Explain the Banker's right of General Lien.