

**Avinashilingam Institute for Home Science and Higher Education for Women
Coimbatore-641 043
Bachelors Degree Examination November – 2017
III Semester**

Class : II-UG

Time : 3 Hours

Major : B.Com / B.Com (CA)

Max Marks: 100

15BCOC07/15BCCC07- Banking Law and Practice

Part-A

10x1=10

Answer All the Questions

1. RBI was established in the year -----.
a) 1935 b) 1984 c) 1950 d) 1946
2. These banks provide advances to develop agricultural land -----.
a) NABARD b) Land Development Banks (LDB) c) IDBI d) UNO
3. The word customer signifies a relationship in which ----- is of essence
a) Duration b) Time c) Demand d) Interest
4. The banker has a lien on -----.
a) Bonds left by mistake b) Bonds given for safe custody
c) Bonds given for collection d) (a) and (b) together
5. ----- alone has the right to countermand a cheque.
a) Drawee b) Drawer c) Payee d) Payer
6. Money received ----- is recoverable.
a) Malafide b) On spot c) By the customer d) Cash
7. The following one is absolutely essential for a special crossing -----.
a) Two parallel transverse lines b) Words 'And company'
c) Words 'not negotiable' d) Name of the banker
8. The safest form of crossing is -----.
a) General crossing b) Special crossing c) Double crossing
d) A/c payee crossing
9. E-banking refers to -----.
a) Electronic Banking b) E-mail Banking c) Net Banking
d) Mobile Banking
10. ----- means banking done through electronic systems for customers' transactions and /or internal accounting and book-keeping as against the traditional manual system.
a) Electronic Banking b) E-mail c) Net Banking d) Both

Part – B

5x6=30

Answer All the Questions

11. a) Explain the functions of Banks.
(or)
- 11.b) Write a note on Co-operative Banks.
12. a) What are the procedures in opening a current account.
(or)
12. b) State the importance of recurring deposit.
13. a) Explain the features of cheque.
(or)
- 13.b) State the crossing a cheque.

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14. a) Explain the principles of lending.
(or)
14. b) Define the term hypothecation.
15. a) Discuss the risk management of E-banking.
(or)
15. b) Explain the features of Mobile banking.

Part – C

5x12=60

Answer All the Questions

16. a) Briefly discuss the banking structure in India.
(or)
16. b) Explain the functions of commercial banks.
- 17.a) Discuss the relationship between banker and customer.
(or)
17.b) Explain the types of customers.
- 18.a) What are the duties of collecting banker.
(or)
18.b) Enumerate the precautions to be taken by the paying banker.
- 19.a) Explain the types of securities.
(or)
19.b) Discuss the principles of loans and advances.
- 20.a) Explain the recent scenario in banking services.
(or)
20. b) Briefly explain the types of ATM cards.
