



Hamball

Avinashilingam Institute for Home Science and Higher Education for Women
(Deemed to be University Estd. u/s 3 of UGC Act 1956, Category 'A' by MHRD)
Re-accredited with 'A++' Grade by NAAC. Recognised by UGC Under Section 12B
Coimbatore - 641 043, Tamil Nadu, India

Bachelor's Degree Examination – November 2024
III Semester

Class : II UG
Major : B.Com/B.Com PA/B.Com CS

Time: 3 Hours
Max. Marks: 100

23BCOC07/23BCPC07/23BCRC07 Banking Theory Law and Practice

Course Outcomes:

- CO1:** Incorporate the banking services to industrial requirement.
CO2: Acquire the knowledge to loan procedures.
CO3: Handle the queries regarding cheques effectively.
CO4: Employ the application of e-banking services.
CO5: Undertake research work on evaluating the performance and services of banking sector.

Part A

10 x 1 = 10

Choose the Correct Answer

1. A company who accepts demand deposit is called CO1 K1
 - a. Banking company
 - b. Joint stock company
 - c. Manufacturing company
 - d. IT company
2. The commercial banks are _____ for generation of savings of the community CO1 K1
 - a. Agency
 - b. Bailor
 - c. Chit funds
 - d. Trade
3. The relationship between a banker and a customer is CO2 K2
 - a. That of a debtor and creditor
 - b. That of a creditor and a debtor
 - c. Primarily that of a debtor and a creditor
 - d. (A) & (B) together
4. To constitute a person as a customer CO2 K2
 - a. There must be frequency of transactions
 - b. There must be a dealing of a banking nature
 - c. There must be some sort of an account
 - d. There must be a single transactions of any nature
5. The most important feature of negotiable instrument is CO3 K1
 - a. Free transfer
 - b. Transfer free from defects
 - c. Right to sue
 - d. Both a & b
6. The person on whom the cheque is drawn is called CO3 K1
 - a. Payee
 - b. Drawee
 - c. Banker
 - d. All the above
7. The method of creating charge on immovable properties like land and building. CO4 K1
 - a. Pledge
 - b. Mortgage
 - c. Lieu
 - d. Hypothecation
8. What is an impersonal Collateral security? CO4 K2
 - a. Security in the shape of intangible
 - b. Collateral security given by third party
 - c. Guarantee provided for securing the death
 - d. Collateral security given by the borrower but in the shape of goodwill and trademark
9. Expansion of NEFT CO5 K1
 - a. National Electronic Fund Transfer
 - b. Neutral Electronic Fund Transfer
 - c. Nominal Electronic Fund Transfer
 - d. Natural Electronic Fund Transfer
10. RTGS means CO5 K1
 - a. Real Time Gross Settlement
 - b. Real Turn Gross Settlement
 - c. Real Technique Gross Settlement
 - d. Real Towards Gross Settlement

Part B
Answer ALL questions
Each answer should not exceed 400 words or two pages

5 x 6 = 30

- 11.a. Write the difference between RBI and commercial banks. CO1 K2
(or)
- 11.b. List out the functions of commercial banks. CO1 K2
- 12.a. Compare the secondary relationship between banker and customer. CO2 K3
(or)
- 12.b. Explain the procedure to get pass book. CO2 K3
- 13.a. Classify the different types of cheques in detail. CO3 K3
(or)
- 13.b. Explain the features of cheque. CO3 K3
- 14.a. Analyze and explain the Duties of a mortgage. CO4 K4
(or)
- 14.b. Examine the precautions a banker should take in granting loans and advances. CO4 K4
- 15.a. Analyse and write short note on e-banking CO5 K3
(or)
- 15.b. Explain the risk management in e- Banking. CO5 K3

Part C
Answer ALL questions
Each answer should not exceed 800 words or four pages

5 x 12 = 60

- 16.a. Explain the powers and functions of RBI. CO1 K3
(or)
- 16.b. Describe the types of banks. CO1 K3
- 17.a. Examine the rights and obligation of bankers and customers. CO2 K4
(or)
- 17.b. List out the procedure to opening of a new account relates to Savings account, Current account, fixed deposit and Recurring deposits. CO2 K3
- 18.a. Explain different types of crossing of cheques and endorsement. CO3 K3
(or)
- 18.b. Elaborate the procedures relating to protection given to collecting bankers and their duties of collecting bank. CO3 K4
- 19.a. Explain different forms of loan and principles of lending. CO4 K3
(or)
- 19.b. Illustrate the types of securities and documentation of title to goods. CO4 K3
- 20.a. Discuss the merits and demerits in e-banking and state its constraints. CO5 K3
(or)
- 20.b. Explain the recent trends in banking services. CO5 K4