

(FOR THE CANDIDATES ADMITTED
DURING THE ACADEMIC YEAR 2024

ONLY)

REG.NO.

24UBP2A2

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : MAY-2025

B.COM-BPS(SF)

MAXIMUM MARKS: 75

SEMESTER-II

TIME : 3 HOURS

PART - III

24UBP2A2 Banking Law and Practice

SECTION – A (10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS. (K1)

1. To constitute a person as a customer_____
 - a) There must be a single transaction of any nature
 - b) There must be a dealing of a banking nature
 - c) There must be some sort of an account
 - d) There must be a frequency of transactions
2. The rate of interest payable on various deposits is determined by the:_____
 - a) Head office of each bank
 - b) Central Government
 - c) Reserve bank of India
 - d) Indian banks Association
3. A cheque bearing the date 30th April,2024 is presented for payment on 5th May 2024, as per the practice_____
 - a) The cheque should be dishonoured with the remark 'non-existing date'
 - b) The cheque is returned with the remark 'irregularly drawn'
 - c) The cheque is dishonoured with the remark 'not valid'
 - d) The cheque can be honoured
4. Key loans are usually allowed on_____
 - a) Buildings b) Goods under safe custody c)Goods in transit d)Goods for sale
5. Out of the following, which is a fee based product?
 - a) Mutual Fund sale b)Personal Loan c)Education Loan d)Vehicle Loan

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES

(K2)

6. Who is Banker?
7. What is Savings Account?
8. Expand the term KYC.

(CONT....2)

9. What is meant by the term cash credit?

10. Who is called a surety?

SECTION – B

(5 X 5 = 25 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)

11. a) Comment on the banker's implied obligation to maintain the secrecy of the customer's account.

(OR)

b) What are the special features of RBI?

12. a) Describe the special types of customers of a bank.

(OR)

b) Differentiate General Lien from Specific Lien.

13. a) Bring out the significance of General Crossing and Special Crossing.

(OR)

b) Mention the duties of a cheque holder

14. a) Differentiate between pledge and mortgage.

(OR)

b) Discuss the principles of sound lending.

15. a) What are the general principles of secured advances?

(OR)

b) How does a letter of credit help the sellers?

SECTION – C

(5 X 8 = 40 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K4 (Or) K5)

16. a) Explain the general relationship of banker and a customer. **(OR)**

b) Describe the role of the Banking Regulation Act 1949.

17. a) State the procedures to be followed for opening of a savings bank account. **(OR)**

b) Point-out the duties and obligations of Paying Bankers and collecting bankers.

18. a) Define the various types of Endorsements. **(OR)**

b) Under what circumstances can the paying banker dishonor a cheque?

19. a) Analyse the factors influencing the lending decision of commercial banks. **(OR)**

b) Explain the differences between Pledge and Hypothecation.

20. a) Discuss the Different types of Letter of Credit **(OR)**

b) Justify the bill discounting process practiced in commercial banks.