

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

END-OF-SEMESTER EXAMINATIONS : DECEMBER – 2022

B.Com. – P.A.

MAXIMUM MARKS: 70

V SEMESTER

TIME : 3 HOURS

PART - III
BANKING THEORY LAW AND PRACTICE

SECTION – A (10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS.

(K1)

1. The commercial banks are _____ for generation of savings of the community

A. agency	B. sailor
C. chit funds	D. trade
2. In which year, Electronic Fund Transfer (EFT) was launched in India?

A. 1994	B. 1995
C. 1999	D. 2000
3. The relationship between a banker and a customer is

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. The negotiable instrument act was passed in the year of _____

A. 1880	B. 1881
C. 1911	D. 1950
5. _____ is a method of creating change on immovable properties like land and building.

A. Pledge	B. Mortgage
C. Lieu	D. Hypothecation

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES

(K2)

6. Define 'Banking'.
7. Elaborate NEFT.
8. What is meant by crossing of a cheque?
9. Write any two precautions before honoring a cheque.
10. Write any two principles of sound lending.

(CONTD.....2)

SECTION – B (5 X 4 = 20 MARKS)**ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.****(K3)**

11. a) List the functions of commercial banks.

(OR)

- b) Write a short note mutual funds.

12. a) Inspect and briefly discuss e-banking.

(OR)

- b) What is Plastic Money? Explain the types of Plastic money

13. a) Compare the secondary relationship between banker and customer.

(OR)

- b) List the procedure for opening an account in banks.

14. a) Explain the precautions and statutory protection of paying banker. .

(OR)

- b) Explain the precautions and statutory production of collecting banker.

15. a) Analyze and explain the characteristics of a mortgage.

(OR)

- b) Difference between Guarantee and Indemnity

SECTION - C**(4 X 10 = 40 MARKS)****ANSWER ANY FOUR OUT OF SIX QUESTIONS****(16th QUESTION IS COMPULSORY AND ANSWER ANY THREE QUESTIONS.****(K4 (or) K5)**

16. Discuss the Classification of Banking with examples

17. Explain the role of banks in money market and Economic Development.

18. Explain the functions of Central Bank.

19. Distinction between crossing and endorsement.

20. Discuss the duties and responsibilities of paying banker.

21. Briefly explain the types of loans.
