

BANKING LAW

JUNE/JULY 2016

1. Discuss the functions of commercial banks in India. **(Refer Page No.)**
2. Discuss the Banker's obligation to maintain the secrecy of the customers account. **(Refer Page No.)**
3. What is endorsement? Explain different types of endorsement. **(Refer Page No.)**
4. Explain the precautions to be taken by a banker while lending against goods. **(Refer Page No.)**
5. Examine the grounds under which banking ombudsman may reject the complaint. **(Refer Page No.)**
6. Define cheque. Distinguish cheque from bill of exchange. **(Refer Page No.)**
7. Who is paying banker? State the statutory protections available to paying banker. **(Refer Page No.)**
8. Write short note any two of the following:
 - a. Internet banking. **(Refer Page No.)**
 - b. Promissory note. **(Refer Page No.)**
 - c. Agency services. **(Refer Page No.)**

d. Solve any two of the following problems:

a. A,B,C and D are partners in the Y firm. They informed the banker that A and B will operate the firm's current account. Can banker honour the cheques of the firm signed by A and C? **(Refer Banking Law, Volume – II**

Separate Book)

b. Rajesh could not present the cheque received from his friend due to the busy schedule. Period of limitation is about to expire on a day which happens to be a public holiday. Advice Rajesh. **(Refer Banking Law, Volume – II**

Separate Book)

c. A customer of a Canara Bank approaches another branch of the same bank for loan facility against F.D. receipt of Rs. 2,00,000/- issued in his favour. Whether his request for loan can be considered? Decide. **(Refer Banking Law,**

Volume – II Separate Book)

DECEMBER 2016

BANKING LAW

Duration: 3 Hours

Max.Marks:100

Instructions: 1. Answer Q. No. 9 and any five of the remaining questions.

2. Q.No.9 carries 20 marks and the remaining questions.

3. Answers should be written either in English or kannada completely.

1. Discuss the various types of Banks along with their functions. **(Refer Page No.)**
2. Discuss the powers of reserve bank of India under banking Regulation Act, 1949. **(Refer Page No.)**
3. Explain the precautions to be taken by a Banker while lending against goods. **(Refer Page No.)**
4. Define cheque. Explain the different kinds of crossing of a cheque along with their effects. **(Refer Page No.)**
5. "Banker's duty of secrecy is not absolute". Explain when the disclosure of account is justified. **(Refer Page No.)**
6. What precautions should a banker take in opening a new account in the name of a minor and a married woman? **(Refer Page No.)**
7. What are the ancillary services of a bank? **(Refer Page No.)**
8. Write short note on any two of the following:
 - (a) Pass Book. **(Refer Page No.)**
 - (b) E-Banking. **(Refer Page No.)**
 - (c) Customer of a bank. **(Refer Page No.)**
9. Solve any two of the following:
 - (a) R has executed the instrument in favour of Mr. X as follows:

"Mr. X IOU Rs.1,00,000". Is it a valid promissory Note?Give reasons." **(Refer Bankig Law, Volume – II Separate Book)**
 - (b) A and b opened a savings bank account payable jointly. B informs the Banker that A is dead and produces a death certificate in this regard and also demands for payment of balance amount. But the Banker refuses to pay. Can be file a suit againstBanker? Will it make anydifference, if the account is opened in the style of 'either'or 'survivor'? **(Refer Bankig Law, Volume – II Separate Book)**

(c) Examine the legal position of the banker in the following cases: **(Refer Bankig Law, Volume – II Separate Book)**

- i) B deposits gold ornamenets worth Rs. 50,000 with the banker for safe custody.
- ii) D deposits Rs.40,000 with the Banker to be held for two years as a fixed deposit.
