

(6 pages)

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B.Com. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2023.

Second Semester

Banking and Finance / Banking and E-Commerce –
Core

BANKING LAW AND PRACTICE

(For those who joined in July 2021 – 2022)

Time : Three hours Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. The relationship between a Banker and a Customer is based on _____.
- (a) Banker
(b) Customer
(c) Lender
(d) Trust

6. _____ are a form of advertising that uses famous personalities or celebrities who command a high degree of recognition.
- (a) Underwriting (b) Endorsement
(c) Withdrawal (d) Deposits
7. An _____ lets you borrow money through your current account by taking out more money than you have in the account.
- (a) Loan (b) Overdraft
(c) Overdue (d) Credit
8. _____ between a banker and a customer refers to the special obligations and rights of the banker against the customer.
- (a) General Relationship
(b) Customer Relationship
(c) Banker Relationship
(d) Special Relationship
9. _____ can be defined as the use of electronic delivery channels for banking products and services.
- (a) Electronic banking
(b) Mobile Banking
(c) Internet Banking
(d) E-Banking

2. Cheque is treated as _____ after the expiry of six months.
- (a) Post dated cheque
(b) Marked cheque
(c) Order Cheque
(d) Stale Cheque
3. Negotiable instrument is valid only if it bears the signature of the _____.
- (a) Signature of the Drawer
(b) Signature of the Customer
(c) Signature of Banker
(d) Signature of Refree
4. A Cheque mentioned earlier date of writing is called _____.
- (a) Pre Date Cheque
(b) Post dated cheque
(c) Antedated Cheque
(d) Stale Cheque
5. A _____ undertakes to collect cheques on behalf of the customer.
- (a) Customer (b) Lender
(c) Collecting Banker (d) Nominee

10. A _____ also known as a check card or bank card is a payment card.
- (a) Credit Card (b) Debit Card
(c) Premium Card (d) Platinum/card

PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 250 words.

11. (a) Explain the different types of Deposit Accounts.
- Or
- (b) Explain the precautions of opening of various types of accounts.
12. (a) Write a short note on Banker lien.
- Or
- (b) Discuss the duty of maintain secrecy of customer account.
13. (a) What are merits of post dated cheques?
- Or
- (b) Write short note on Stale cheque.

14. (a) Explain the importance of Sound lending.

Or

(b) What are the merits of Cash Credit?

15. (a) Elaborate the usage of Debit Card.

Or

(b) Write the advantages of Electronic Clearing Service.

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 600 words.

16. (a) Explain the Special types of customers.

Or

(b) Discuss the Banker customer relationship.

17. (a) Explain the Material Alteration.

Or

(b) Explain the types of Endorsement.

18. (a) Discuss the duties of collecting Banker.

Or

(b) Mention the Statutory Protection to the Collecting Banker.

Page 5 Code No. : 12128 E

19. (a) Explain the importance of bills discounting.

Or

(b) Elaborate the principles of sound lending.

20. (a) Discuss the benefit of Electronic Fund Transfer.

Or

(b) Explain the disadvantages of Internet Banking.

Page 6 Code No. : 12128 E