



B.Com. (Semester – V) Examination, April/May 2019
BANKING AND FINANCIAL SERVICES (Major – 3)
Law and Practice of Banking – I (New Course)

Duration : 2 Hours

Total Marks : 80

Instructions : 1) **All** questions are **compulsory**, however internal choice is available.

2) Answer sub-questions in Question 1 and 2 in **not** more than **100** words **each**.

3) Answer questions from Questions 3 to 6 in **not** more than **400** words each.

4) Figures to the **right** indicate **Maximum** marks to the question.

1. Answer briefly **any four** of the following :

(4×4=16)

- Operating Cycle.
- Simple and Compound Interest.
- Principles of Sound Lending.
- Effects of Non-Registration.
- Execution of Documents.
- Importance of Documents.

2. Answer **any four** of the following :

(4×4=16)

- Banking Regulation Act, 1949.
- Debt Recovery Tribunal (DRT).
- Role of RBI in Supervision.
- Advance against Land and Building.
- Primary and Collateral Security.
- Types of Assignment.

3. X) What is Term Loan Finance ? Explain the steps involved in Appraisal of Term Loan Finance.

12

OR

Y) Explain in detail different kinds of Credit Facilities provided by the Banker to its Customer.

12



4. X) What is Hypothecation ? Explain in detail the characteristics of Hypothecation. 12
- OR
- Y) Explain any three types of Mortgage and also discuss Rights of the Mortgagor. 12
5. X) Name the various types of Documents of Title to Goods and explain precautions the banker should take while lending against documents of Title to Goods. 12
- OR
- Y) State the different types of Stock Exchange Securities. Discuss the precautions that the banker should take in granting advances against shares. 12
6. X) What is documentation ? Discuss in detail the steps involved in Bank Documentation. 12
- OR
- Y) Explain the following : (3×4=12)
- 1) Pledge deeds
 - 2) Letter of Undertaking
 - 3) Balance confirmation letter.
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