

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.

Q.1) Answer briefly ANY FOUR of the following. (4x4 Marks=16 Marks)

- a) Consumer Finance.
- b) Sources of Working Capital.
- c) Bills Purchased and Bills Discounted.
- d) Need for documentation.
- e) Types of Stamps.
- f) Registration of Documents.

Q.2) Answer briefly ANY FOUR of the following (4x4 Marks=16 Marks)

- 1) Debt Recovery Tribunals (DRT).
- 2) SARFAESI Act 2002.
- 3) Foreign Exchange Management Act (FEMA).
- 4) Advance against Supply Bill.
- 5) Attributes of Good Security.
- 6) Distinguish between Guarantees and Indemnities.

Q.3(X) Explain in detail any four types of Borrowing Facilities.

(12 Marks)

OR

Q.3 (Y) Explain the concept of working capital. And discuss any two methods for appraisal of Working Capital.

(12 Marks)

Q.4. (X) Elaborate in brief any four types of Mortgages with their Features.

(12 Marks)

OR

Q.4(Y) What is a banker's Lien? Describe the circumstances under which the banker cannot exercise his right of Lien.

(12 Marks)

Q.5 (X). Explain the Merits and Demerits of making advances against Life policies. What precautions should a banker take before lending on the Life Policies.

(12 Marks)

OR

Q.5 (Y) Explain the precautions which a bank should take in lending against Goods as Collateral.

(12 Marks)

Q.6 (X) Explain in detail the different types of Documents for loans and their importance.

(12 Marks)

OR

Q.6 (Y) Describe the role of RBI in Supervision and Control of Commercial Banks.

(12 Marks)