



B.Com. (Semester – VI) Examination, April/May 2019

BANKING AND FINANCIAL SERVICES

Major 3 : Law and Practice of Banking – II

(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. Write short notes on **any four** of the following : **(4×4=16)**
 - a) Banker's Right of Assignment.
 - b) Obligation of banker to honour cheques.
 - c) Banker's Right of Set-off.
 - d) Precautions for opening Minors Account.
 - e) Nomination facility.
 - f) Procedure for closing customers account by a bank.

 2. Write short notes on **any four** of the following : **(4×4=16)**
 - i) RBI guidelines for preventing Frauds and Malpractices.
 - ii) Types of Frauds.
 - iii) Prevention of Money Laundering Act, 2002.
 - iv) Hawala Funds.
 - v) Types of Bills of Exchange.
 - vi) Features of a cheque.

 3. X) What is Banker's Lien ? When a banker cannot exercise Right of Lien. **12**
- OR
- Y) Explain the General and Special Relationship between a Banker and his Customer. **12**

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4. X) Explain the procedure and precautions to be taken by a banker while opening an account of a Public Limited Company. 12

OR

Y) What is Know Your Customer ? Explain the various elements of KYC. 12

5. X) Define Holder in due course. Explain the rights and privileges of a Holder in due course. 12

OR

Y) Explain the precautions to be taken by the Paying Banker while making payment of a cheque. 12

6. X) What is Endorsement ? Briefly explain the different types of Endorsement. 12

OR

Y) Explain the following : (3×4=12)

1) Crossing of a cheque.

2) Precautions to be taken by the Collecting Banker.

3) Features of a Negotiable Instrument.