



B.Com. (Semester – VI) Examination, October/November 2017
Major – III : BANKING AND FINANCIAL SERVICES
Law and Practice of Banking – II (New Course)

Duration : 2 Hours

Total Marks : 80

Instructions : 1) *All questions are compulsory.*

2) *Answer questions 1 and 2 in not more than 100 words.*

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

4) *Figures to the right indicate maximum marks.*

1. Write short notes on **any four** of the following : (4×4=16)

- a) Garnishee Order.
- b) Banker as an Agent.
- c) Black money and anti-money laundering guidelines of RBI (any 4).
- d) Hawala funds and terror funds.
- e) Right of set off.
- f) Steps to be taken by Banks for prevention of Frauds.

2. Write short notes on **any four** of the following : (4×4=16)

- a) Features of Negotiable Instruments.
- b) Nomination Facility.
- c) Material Alteration.
- d) Procedure for closing of accounts.
- e) State cheque and mutilated cheque.
- f) Trust account.

3. X) Why is General Lien ? Explain the various exceptions to the Right of General Lien.

12

OR

Y) A Banker is obliged to honour the cheques issued by the customer. Discuss.

12

P.T.O.



4. X) Explain the rights and privileges of a holder in due course. **12**

OR

Y) Explain the following types of bills of exchange. **12**

i) Inland and Foreign bills

ii) Time and Demand bills

iii) Trade Bills and Accommodation bills.

5. X) Discuss the precautions to be taken by the paying banker before honouring cheques. **12**

OR

Y) i) Explain marking of cheques. **6**

and

ii) Explain Endorsement in Blank and Endorsement in Full. **6**

6. X) Elaborate the precautions to be taken by a banker while opening and conducting accounts in the name of minor. **12**

OR

Y) Explain the precautions to be taken by a banker while opening an account of a Partnership firm. **12**
