

**B.Com. (Semester – VI) Examination, April 2018**  
**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 question 1 and 2 in **not more than 100 words.**  
 3) Answer question 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) Bankers' Lien.
  - b) Banker as a trustee.
  - c) RBI guidelines to prevent frauds.
  - d) Terror funds.
  - e) Bank closing a customer's account.
  - f) Money laundering.
2. Write short notes on **any four** of the following : **(4×4=16)**
- a) HUF as a bank customer.
  - b) KYC and 'Customer Acceptance Policy'.
  - c) Special crossing of a cheque.
  - d) Holder in due course.
  - e) Clean bill Vs. documentary bill.
  - f) Nomination facility.
3. A) Explain the following rights of the banker. (i) Right of set off and (ii) Right to appropriate payment (Rule in Clayton's case). **12**
- OR
- B) Explain the circumstances under which a banker must dishonour a customer's cheques. **12**

P.T.O.



4. A) Explain the features of a cheque and outline the important items required in the proper drawing of a cheque. 12

OR

B) What is endorsement ? Explain the different types of endorsement. 12

5. A) What is material alteration of cheques and its effects ? Give examples. Outline the duties of a banker with regard to it. 12

OR

B) Who is a collecting banker ? Outline the duties and the precautions to be taken by a collecting banker. 12

6. A) Explain the banker's duty and the precautions he needs to take in dealing with the account of a partnership firm. 12

OR

B) What are KYC norms ? Explain 'monitoring' of a customer's transactions and risk categorisation guidelines of KYC. 12

(4x4=16)

12

12

P.T.O.