



B.Com. (Semester – VI) Examination, April 2016
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) Banker as Lessor
 - b) Right of Lien
 - c) Bank Frauds
 - d) Right of set-off
 - e) Steps to be taken by banks for prevention of Frauds
 - f) Black money and Hawala Funds.
2. Write short notes on **any four** of the following : **(4×4=16)**
- a) Special crossing
 - b) Account in the name of Lunatics
 - c) Material alteration of cheque
 - d) Nomination Facility
 - e) Duties of Collecting Banker
 - f) Closing of Account.
3. X) Explain Garnishee order and the steps to be taken by the banker on receiving such an order. **12**

OR

- Y) When can banker disclose the information about his customer's account ? **12**



4. X) What is Endorsement ? Explain types of Endorsements. 12

OR

Y) When should the banker refuse payment cheques. 12

5. X) What is Negotiable Instrument ? Explain the types of Negotiable Instruments. 12

OR

Y) Discuss the precautions to be taken by the paying banker before honouring cheques. 12

6. X) Discuss 'Know Your Customer' Norms. 12

OR

Y) What precautions should a banker take while opening account in the name of partnership firm ? 12