

27/10

Vidya Vikas Mandal's  
Shree Damodar College of Commerce & Economics, Margao-Goa  
TY B.Com, Semester-V, Repeat Examination, January 2021  
Banking and Financial Services: Major – III  
Law and Practice of Banking – I(Old Course)

**Duration: 2hrs**

**Max Marks: 80**

**Instructions:**

- 1) All questions are compulsory.
- 2) Answer question no. 1 and 2 in not more than 100 words.
- 3) Answer question no. 3 to 6 in not more than 400 words.
- 4) Figures to the right indicate maximum marks.

Q 1. Answer ANY 4 of the following:

(4x4=16)

- a) Explain the term 'Power of Attorney'.
- b) What are Secured Advances?
- c) Briefly explain the meaning of Attestation of Documents.
- d) What is the meaning of 'Overdraft' facility?
- e) Explain the effects of Non-Registration of Documents.
- f) What is a Term Loan?

Q 2. Answer ANY 4 of the following:

(4x4=16)

- a) What does Banker's Lien mean?
- b) Write a brief note on FEMA.
- c) Briefly explain the role of RBI in Supervision and Control of Commercial Banks.
- d) What is a Contract of Indemnity?
- e) Explain any two Types of Mortgages.
- f) What are Debt Recovery Tribunals?

Q.3.A) Explain the Principles of Sound Lending followed by Banks.

(12)

**OR**

Q.3.B) What is Working Capital finance? Explain its Characteristics and Operating Cycle.

(12)

Q.4.A) What is a Pledge? Explain the Rights and Duties of a Pledge.

(12)

**OR**

Q.4.B) What is a Guarantee? Explain the rights of a Guarantor.

(12)

Q.5.A) What is meant by Discounting Bills of Exchange? Explain the precautions a Bank must take when Discounting Bills of Exchange. (12)

**OR**

Q.5.B) Outline the features of Bills of Lading and Warehouse receipts. Explain the general precautions while lending against these documents. (12)

Q.6.A) What is the significance of Stamps in Documentation. Explain the different Types of Stamps used. (12)

**OR**

Q.6.B) Explain the Importance of Documentation as an essential requirement by Banks for Processing loans. (12)

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