

**PARUL UNIVERSITY**  
**FACULTY OF COMMERCE**  
**B.Com. (Hons) Winter 2018 – 19 Examination**

Semester:3

Subject Code: 16102201

Subject Name: Legal Aspects of Banking

Date:26/11/2018

Time: 10:30am to 01:00pm

Total Marks: 60

**Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

**Q.1 Do as directed.****A) Multiple choice type questions. (Each of one mark)****(06)**

**1. A minor has a deposit account which is operated by his father & natural guardian. If the latter dies, who can receive the proceeds during the minority of the minor?**

- |                             |                  |
|-----------------------------|------------------|
| a) Minor himself            | b) Grandfather   |
| c) Court appointed guardian | d) None of these |

**2. Timely repayment of loans results\_\_\_\_\_.**

- |  |                 |
|--|-----------------|
| a) Good reputation                       | b) No tension   |
| c) Easily availability of loan in future | d) All of above |

**3. ATM password to be shared only with \_\_\_\_\_.**

- |                      |                  |
|----------------------|------------------|
| a) Spouse            | b) Obedient son  |
| c) Obedient daughter | d) None of above |

**4. Nomination can be done in \_\_\_\_\_.**

- |                          |                              |
|--------------------------|------------------------------|
| a) Savings Bank account  | b) Recurring Deposit account |
| c) Fixed Deposit account | d) All of above              |

**5. Defaulter of loan means \_\_\_\_\_.**

- |                                 |                   |
|---------------------------------|-------------------|
| a) Not paying loan installments | b) Bad reputation |
| c) Illegal activities           | d) None of above  |

**6. E or S means \_\_\_\_\_.**

- |                       |                   |
|-----------------------|-------------------|
| a) East or South zone | b) Easy and Swift |
| c) Either or Survivor | d) None of above  |

**B) Definitions (Each of one mark)****(06)**

- 1.Term loan
- 2.Customer of a bank
- 3.Hypothecation
- 4.Mortgage
- 5.Overdraft
- 6.Credit Card

**Q.2 Short Note Questions. (Each of 04 mark)****(12)**

1. Bank draft
2. Legal relationship between the banker and the customer.
3. Currency chest.

**Q.3 Answer the following. (Any Three)****(18)**

1. What are the different modes of termination of banker-customer relationship?
2. What are the types of bank customer?
3. Differentiate between cheque and bill of exchange.
4. What are the different types of deposit schemes?

**Q.4 Answer the following. (Any two)****(18)**

1. What are the various modes of creating charges?
2. What are the different types of cheques?
3. State the advantages and disadvantages of credit cards.