

PARUL UNIVERSITY
FACULTY OF COMMERCE
B.Com. (Hons) Winter 2019 – 20 Examination

Semester: 3

Subject Code: 16102201

Subject Name: Legal Aspects of Banking

Date: 18/12/2019

Time: 10:30 to 01:00 pm

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. Which of the following is called a banker's cheque?**

- | | |
|-----------------|-------------------|
| a) Demand draft | b) Debit card |
| c) Pay order | d) Banker's draft |

2. The place where bankers meet and settle their mutual claims and accounts is known as _____

- | | |
|----------------------|-------------------|
| a) Treasury | b) Clearing house |
| c) Collecting centre | d) Dumping centre |

3. What does crossing of cheques make them ?

- | | |
|---------------------|---|
| a) Invalid document | b) Ineligible to endorse to a person other than the payee |
| c) Remain the same | d) Ineligible to get cash across the bank counter |

4. Who is the present Governor of RBI?

- | | |
|-------------------|--------------------|
| a) Urjit Patel | b) Shaktikanta Das |
| c) Raghuram Rajan | d) Bimal Jalan |

5. ATM password to be shared only with _____.

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

6. Bank does not give loan against _____.

- | | |
|-------------------|---|
| a) Gold Ornaments | b) LIC policy |
| c) Lottery ticket | d) National Savings Certificate (NSC) |

B) Definitions / One-liners / Terms. (Each of one mark)**(06)**

1. Credit card
2. Lien
3. Pledge
4. Hypothecation
5. Term loan
6. Anomalous mortgage

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

1. Safe deposit locker
2. Bank draft
3. Currency chest

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

1. Write a note on - Rights of a banker on his customers.
2. Explain Statutory protection to collecting banker
3. What are the differences between a debit card and credit?
4. Explain the modes of termination of banker customer relationship.

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

1. Write a detailed note on - Category of cheques
2. Describe the various types of customers of bank.
3. What are the different principles of sound lending?