

Seat No: _____

Enrollment No: _____

PARUL UNIVERSITY
FACULTY OF COMMERCE
B.Com (Hons) Sem III
Mid Semester Examination 2018

Semester : I
Subject Code: 16102201
Subject Name: Legal Aspects of Banking

Date: 06/09/2018
Time: 7.30 am to 9.30 am
Total Marks: 40

Instructions:

1. Attempt all questions from each section
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.

Q.1 (A) Choose the correct options from given below: (05)

1. **What happens if a crossed cheque is presented for payment?**
 - a) **It can be paid only through a banker**
 - b) It cannot be paid at all
 - c) It can be paid across the counter in another bank
 - d) None of the above

2. **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 (03)

3. **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

4. **Who is the present Governor of RBI?**
 - a) K.C. Chakrabarty
 - b) D K Mittal
 - c) Raghuram Rajan
 - d) **Urjit Patel**

5. **ATM means _____.**
 - a) Any Time Money
 - b) Auto Truck of Mahindra
 - c) **Automated Teller Machine**
 - d) None of above

6. **Timely repayment of loans results _____.**
a) Good reputation
b) No tension
c) Easily availability of loan in future
d) All of above
7. **Which is prohibited for writing on currency notes?**
a) Political message
b) Religious message
c) Personal message
d) All of above
8. **Bank does not provide loans for _____.**
a) Crop loans
b) Education loans
c) Home loans
d) Drinking & Gambling

Q.2 Answer the following questions: (4+4) (08)

1. Justify the legal relationship between the banker and the customer.
2. What are the major rights of a banker?

Q.3 Answer the following questions: (4+4) (08)

1. What is the difference between cheque and bill of exchange?
2. What are the different kinds of crossing of cheques?

Q.4 Write a detailed note on:-‘Types of cheques’ (08)

Q.5 Write short notes on the following: (Any 2 out of 3) (08)

1. Modes of termination of banker-customer relationship.
2. Duties of a customer.
3. Characteristics of a cheque.
