

DISTANCE EDUCATION

B.B.M. DEGREE EXAMINATION, MAY 2010.

PRACTICE AND LAW OF BANKING – I

Time : Three hours

Maximum : 100 marks

PART A — (5 × 8 = 40 marks)

Answer any FIVE questions.

1. Sketch out the structure of Indian Banking System.
2. Discuss the rule in Clayton's case.
3. What are the features of Negotiable Instruments?
4. Define cheque and state its features.
5. Discuss the statutory protection available to a collecting banker.
6. How a banker should deal with a Joint Stock Company Account?
7. Narrate the procedure for opening a Savings Bank Account.
8. What is a Credit Card? What are its uses?

PART B — (4 × 15 = 60 marks)

Answer any FOUR questions.

9. Explain the relationship between a Banker and Customer.
10. Explain the features of a Bill of Exchange and Promissory Note and bring out their differences.
11. Explain the different types of Endorsement.
12. State the need for better customer relationship in banks in Modern Days.
13. What is Crossing? What are the various types of Crossing? Explain the significance of each.
14. Why banks offer Novel Deposit Schemes? Explain any four of them.
15. Explain the functions of a Merchant Banker.