

DISTANCE EDUCATION

B.B.M. DEGREE EXAMINATION, DECEMBER 2009.

PRACTICE AND LAW OF BANKING – I

Time : Three hours

Maximum : 100 marks

PART A — (5 × 8 = 40 marks)

Answer any FIVE questions.

Each answer not to exceed 1 page.

1. Write a brief note on banking system in India.
2. What are the obligations of a banker?
3. Mention the special features of current account.
4. Explain the duties of a paying bankers.
5. What are the differences between transferability and negotiability?
6. Write a brief note on “either or survivor” clause.
7. What do you mean by “Banker as a holder for value”?
8. What are the advantages of letter of credit to exporters?

PART B — (4 × 15 = 60 marks)

Answer any FOUR questions.

Each answer not to exceed 5 pages.

9. Explain the relationship between banker and customer.
10. Discuss the procedures for opening a new account with a bank.
11. Briefly explain the different types of accounts in a bank.
12. Enumerate and discuss the various types of endorsements.
13. When the banker must refuse payment of cheque?
14. Explain the different types of letter of credit.
15. What are negotiable instruments? Explain.