



SN – 669

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III Semester B.Com. Examination, November/December 2013
(New Syllabus) (2013-14 & Onwards)
COMMERCE
3.5 : Banking Law and Operations

Time : 3 Hours

Max. Marks : 100

Instruction : Answer should be written completely either in **English** or **Kannada**.

SECTION – A

Answer **any 10** of the following. **Each** question carries **2** marks :

(10×2=20)

1. a) Who is an executor ?
b) What is Term Loan ?
c) What is payment in due course ?
d) Expand RTGS and MICR.
e) What is conversion ?
f) What do you mean by material alteration ?
g) Define a Promissory Note.
h) What is Garnishee Order ?
i) What is mortgage ?
j) Who is a customer ?
k) What is special crossing ?
l) What is commercial letter of credit ?



SECTION – B

Answer **any 4** of the following. **Each** question carries **8** marks.

(4×8=32)

2. Explain the consequences of wrongful dishonour of a cheque.
3. What is NPA ? Write the reasons and impact of NPA.
4. What is a Negotiable instrument ? Explain its features.
5. Write the differences between overdraft and cash credit.
6. Who is collecting banker ? What are the general duties of a collecting banker ?

P.T.O.



SECTION – C

Answer **any 3** of the following. **Each** question carries **16** marks.

(3×16=48)

7. Explain the precautions to be taken by a paying banker.
8. Explain the various principles of sound lending.
9. Explain the general relationship between banker and customer.
10. Explain the precautions to be taken by the banker while opening the account of :
 - a) Minor
 - b) Partnership firm.