



SN – 334

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V Semester B.Com. Examination, November/December 2013
(Semester Scheme)
(2013-14 & Onwards)

COMMERCE

Paper – 5.4 : Law and Practice of Banking

Time : 3 Hours

Max. Marks : 100

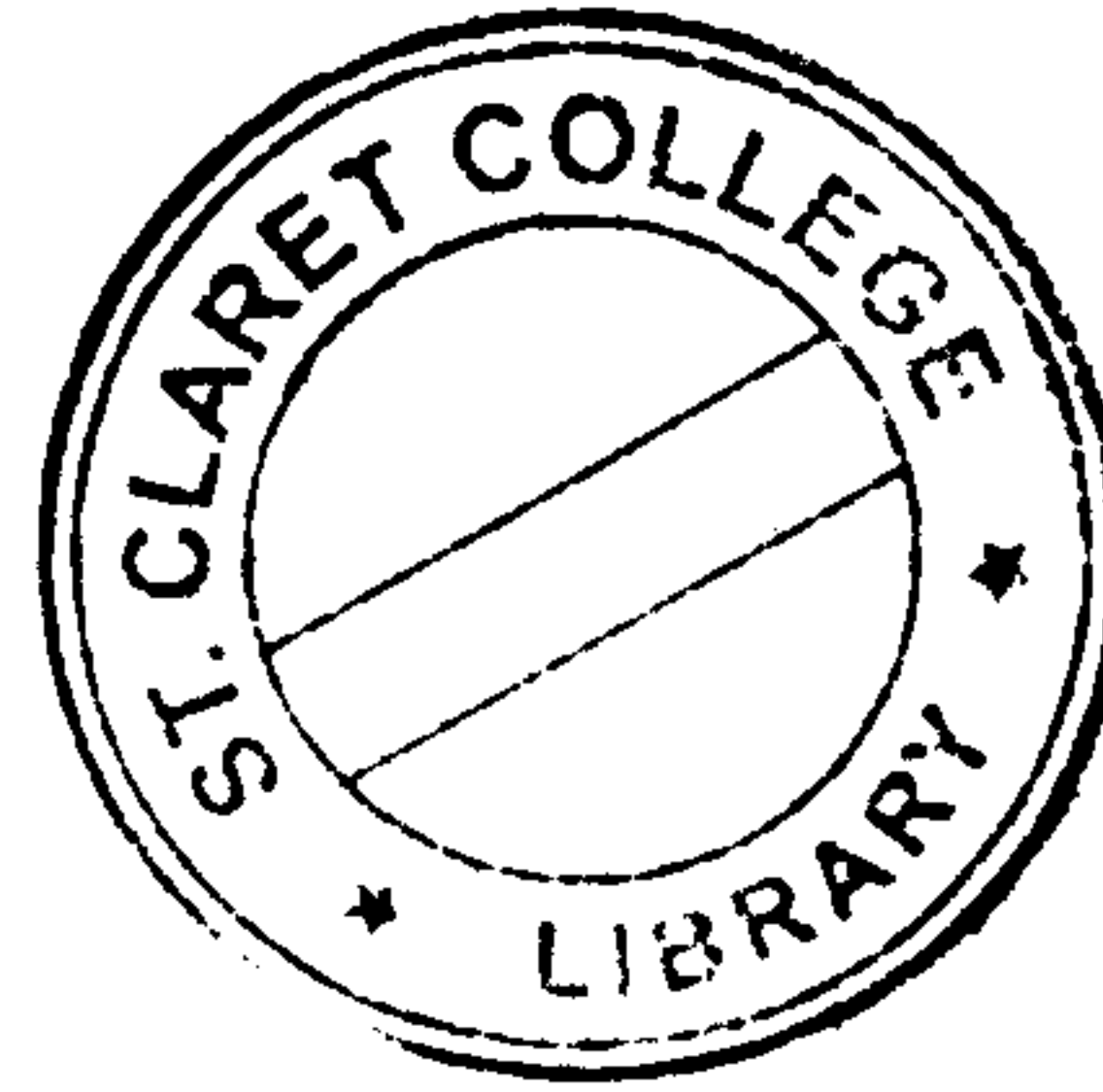
Instruction : Answer should be written **completely** either in **English** or **Kannada**.

SECTION – A

Answer any **8** sub-question of the following. **Each** sub-question carries **2** marks.

(8×2=16)

1. a) Who is a customer ?
- b) What is Particular lien ?
- c) What is double crossing ?
- d) Define hypothecation.
- e) What is a letter of credit ?
- f) Who is a minor ?
- g) Who is a holder in Due Course ?
- h) Give the meaning of standing instruction.
- i) What is a joint account ?
- j) What are secured advances ?



SECTION – B

Answer any **3** of the following. **Each** question carries **8** marks.

(3×8=24)

2. Who is a holder for value ? Explain.
3. Distinguish between promissory note and Bills of Exchange.
4. Briefly explain the different types of NRI Account.
5. Explain any four types of letter of credit.
6. Explain the modern services provided by a banker.

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SECTION – C

Answer any 4 of the following. **Each** question carries **15** marks. **(4×15=60)**

7. What is General Lien ? Explain the Banker's right of General Lien.
8. Who is a Paying Banker ? State the statutory protection given to a Paying Banker.
9. Explain the precautions a banker should take while opening an account in the name of
 - a) Joint Stock Company
 - b) Clubs
 - c) Societies.
10. What precautions a banker should take while lending against
 - a) stock of goods
 - b) stock exchange securities ?
11. Explain the general principles of sound lending by banks.