

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 600 086.
(For candidates admitted during the academic year 2004-2005 & thereafter)

SUBJECT CODE : **CM/MC/BP34**

B.Com. DEGREE EXAMINATION NOVEMBER 2007
COMMERCE
THIRD SEMESTER

COURSE : **MAJOR – CORE**
PAPER : **BANKING LAW AND PRACTICE**
TIME : **3 HOURS** **MAX. MARKS : 100**

SECTION - A

ANSWER ALL QUESTIONS: (10 x 3 = 30)

1. What is a Garnishee order?
2. Name the different types of special customers.
3. Define Negotiability.
4. Who can cross a cheque?
5. What is meant by material alteration of a cheque?
6. Mention the special features of current Account.
7. What are circular notes?
8. What is meant by Hypothecation?
9. Briefly explain the various types of assignment.
10. What are travellers' cheque?

SECTION - B

ANSWER ANY FIVE QUESTIONS: (5 x 6 = 30)

11. Discuss the special rules relating to minor as a customer.
12. Distinguish between Holder and Holder in due course.
13. Briefly explain the Right of Appropriation.
14. Explain the factors to be considered by a bank while investing.
15. Distinguish between an overdraft and cash credit.

16. Explain the precautions to be taken by the banker when advancing money against Life Insurance Policies.
17. Briefly explain the various kinds of endorsements.

SECTION - C

ANSWER ANY TWO QUESTIONS:

(2 x 20 = 40)

18. Discuss the procedure for opening a new account in a bank.
19. Explain the duties of the collecting banker towards his customers.
20. What are the rights and duties of a Banker as pledgee?
21. Explain in detail the relationship between a banker and a customer.

