

Reg. No. :

Name :

**Eighth Semester B.A. LL.B./B.Com. LL.B./B.B.A. LL.B.
(Five Year Integrated) Degree Examination, July 2025**

**Paper-1 : BANKING LAW
(2011-2019 Admission)**

Time : 3 Hours

Max. Marks : 80

I. Explain any **five** of the following. Each question carries **2** marks each. (Answer shall not exceed **50** words each)

1. The role of Reserve bank of India.
2. Banker's Cheque.
3. Garnishee Order
4. Contract of Guarantee.
5. NABARD.
6. Letters of Credit (LC).
7. What is hypothecation?

(5 × 2 = 10 Marks)

II. Explain any **four** of the following. Each question carries **4** marks. (Answer shall not exceed **120** words each)

1. Banker's Lien and set-off.
2. Main Principles of sound lending.
3. Modes of discharge of Negotiable Instruments.
4. Explain Hundis and State the different forms of Hundis.
5. Dishonour of cheque by paying bank.

(4 × 4 = 16 Marks)

P.T.O.

III. Answer any **four** of the following. Each question carries **6** marks.

1. A issued a cheque to B, who presented it for payment to bank. Later bank received stop payment instructions from the drawer of the cheque. The bank paid the amount to payee before the countermanding letter was received by the bank. State the bank's liability to customer.
2. A signs an instrument to B in the following terms; Is it a Promissory Note? "I promise to pay B Rs.500 seven days after my marriage with C".
3. A, a customer has kept his gold and valuables in bank's locker for safe custody. Does bank have lien on these articles?
4. A bank makes payment on a post dated cheque. The drawer has passed away a few days before the due date of cheque and bank receives official information from legal heirs regarding the same. But already payment has been made. Can bank debit the customer's account and recover the amount paid from the payee.
5. P, an employee of a company misappropriates fund of the company. The company issues a letter to the bank to give details of the accounts of P. The Bank refuses to give details advice the company.

(4 × 6 = 24 Marks)

IV. Answer any **three** of the following. Each question carries **10** marks.

1. What are the advantages and disadvantages of Bank Nationalisation in India.
2. Discuss the role and powers of Reserve Bank of India.
3. What is meant by 'crossing of cheque'? Modes of crossing and advantages of crossing of cheque.
4. Define Pledge and State essential features of a pledge, Rights of Pawnor and Pawnee.

(3 × 10 = 30 Marks)