

Reg. No. :

Name :

**Eighth Semester B.A. LL.B./B.Com. LL.B./B.B.A. LL.B.
(Five Year Integrated) Degree Examination, July 2024**

Paper I : BANKING LAW

(2011–2019 Admission)

Time : 3 Hours

Max. Marks : 80

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

1. Garnishee Order.
2. Cheque.
3. Noting and Protest.
4. Core banking.
5. Lok Adalat in banking sector.
6. Financial inclusion.
7. Holder in due course.

(5 × 2 = 10 Marks)

P.T.O.

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

1. Clayton's Rule in banking.
2. Paying bank's duties and responsibilities.
3. Relevance of crossing of Cheque.
4. Principles of good lending.
5. Banking Ombudsman.

(4 × 4 = 16 Marks)

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

1. A owes B three debts viz., Rs.500/-, 10,000/-, Rs.5000. Subsequently A pays Rs.4000/- to B with instruction to appropriate the payment towards the third debt. Discuss whether Creditor can exercise discretion in which account to appropriate.
2. A, a customer has kept his gold and valuables in bank's locker for safe custody. Does bank have lien on these articles?
3. A draws a crossed 'A/c Payee' cheque in favour of B. The cheque is stolen by C from house of the B and later presented in the bank. Advise the bank with regard to payment of cheque.
4. A signs an instrument to B as follows: "I promise to pay B Rs. 500/- seven days after my marriage with C." Is it a promissory note?
5. A bank's officer in course of banking business wrongly credited Rs.1,00,000/- in the account of Mr.X. Mr.X withdrew the amount and spent Rs.50,000/. Can the bank recover the amount from Mr.X.

(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. Elaborate on the recent developments in banking practice in India.
3. Examine the position and role of the Reserve Bank of India.
4. Discuss the different kinds of accounts maintained by banks. Also elaborate on the bank's duty towards customers.

(3 × 10 = 30 Marks)

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