2023

LAW

Banking Law

Paper - 705A

[Optional Paper-III]

(NEW SYLLABUS)

Full Marks : 80 Time : 3 Hours

The figures in the right-hand margin indicate marks.

Candidates are required to give answers in their own words as far as practicable.

Answer **question no. 1** and any **five** from the rest.

1. Answer any **ten** questions: 2×10=20

   a) Define promissory note under Negotiable Instrument Act 1881.

   b) Point out any two differences between Cooperative Banking and Merchant Banking.

   c) What do you mean by the term 'holder in due Course'?

   d) Mention any two role of non-banking financial companies.

   e) Explain any two advantages of Digital Banking System.

f) Mention any two functions of Regional Rural Bank.

g) What do you mean by current Account?

h) How Demat account is useful for the customers?

i) What do you mean by legal tender?

j) Explain any two advantages of core banking system.

k) Mention any two services as rendered by the commercial bank to its customers.

l) What are the objectives of Banking Regulation Act 1949?

2. State Bank of India is a financial powerhouse that provides different banking services to facilitate its customers' –Discuss. 12

3. Nationalization of bank was introduced to serve better the needs of development of economy in conformity with national policy – Discuss. 12

4. Discuss the relationship between bankers and customer for the enhancement of the growth and development of a banking system in a country. 12

5. Discuss the role played by cash rescue ratio and statutory liquidity ratio in the economy of India. 12

6. Discuss about the growth, evaluation and development of a banking system in a country with reference to Banking Company Regulation Act 1949. 12

7. Why there is a need for introducing Banking Ombudsman scheme? How Ombudsman deals with complaints relating to Banking issue? 6+6=12

8. The Central Bank Act as a lender of last resort to all commercial Banks – Discuss. 12

9. Write is short notes on the following (any **four**): 3×4=12

   a) Loan moratorium
   b) Reserve Bank of India
   c) Anticipated income theory
   d) Dishonour of cheque
   e) Letters of credit
   f) Credit control mechanism by RBI

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