

23(LL.B)H

5Yrs.B.A.(LL.B)H/7th Sem/705A/25

2025

LAW

Banking Law (Optional Paper-III)

Paper - 705A

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 Q. No. 1 and any five from the rest.

1. Answer any ten questions: $2 \times 10 = 20$
- What is the object of the Banking Regulation Act, 1949?
 - What is meant by "banking" as per Section 5(b) of the Banking Regulation Act, 1949?
 - What was the main objective of bank nationalization in India?
 - Which organization regulates the UPI Payment System?
 - What are the main functions of a commercial bank?
 - What is the main objective of credit control by RBI?

[Turn over]

- g) When was the State Bank of India established?
 - h) What is meant by a Non-Banking Financial Company (NBFC)?
 - i) What is meant by the banker's right of lien?
 - j) What is meant by Banking Ombudsman?
 - k) Define Holder in Due Course under the Negotiable Instruments Act, 1881.
 - l) What is a Promissory Note?
2. Discuss the role of public sector banks in the Indian banking system. 12
 3. Discuss the functions of the Reserve Bank of India with special reference to inspection, control, and supervision of banking companies. 12
 4. Explain the different types of relationships between banker and customer, such as debtor-creditor, trustee-beneficiary, bailor-bailee, and agent-principal. 12
 5. Explain the concept of Banking Ombudsman in India. Discuss its objectives and significance in the banking system. 12
 6. What is a Bill of Exchange? Discuss its essential characteristics and distinguish it from a Cheque. 12

7. Examine the remedies available to a payee when a cheque is dishonoured. Explain the role of notice to the drawer. 12
 8. Explain the regulatory framework of NBFCs in India. Discuss the role of the Reserve Bank of India in supervising NBFCs. 12
 9. Examine the role of SBI in priority sector lending. How does it support agriculture, small businesses, and rural development? 12
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