

AP-1337

LL.B. Semester-VII (Five Year Degree Course)

Examination

BANKING LAW

Time—Three Hours]

[Maximum Marks—100

Note :- (1) Solve in all **SEVEN** Questions including question No. 1 which is compulsory and carries 16 marks.

(2) All other questions carry 14 marks each.

1. Write short notes on (any **FOUR**) :
 - (a) Internet Banking
 - (b) Banker's Duty of Confidentiality
 - (c) Unit Banking and Branch Banking
 - (d) Essential Functions of Commercial Bank
 - (e) HUF and Banking
 - (f) Garnishee Order.
2. Define 'Customer'. What are the special types of customers of Bank ? What precautions should be taken by the banker while opening and operating accounts of these costumers.
3. Elaborate the control exercised by the Reserve Bank of India over Commercial Banks in India as a Central Bank of Nation.

4. Explain following relationship between Banker and Customer along with its legal characters :
 - (a) Fiduciary Relationship
 - (b) Trustee and Beneficiary
 - (c) Bailor and Bailee
 - (d) Principal and Agent.
5. Explain various types of lending by bank. State the principles of good lending.
6. What is Demand Guarantee ? State its legal character. Distinguish between Irrevocable letter of credit and Demand Guarantee.
7. Explain the salient features of Banking Regulating Act, 1949.
8. Explain the Scope and Objectives of Foreign Exchange Management Act, 1999, in purview of control on Foreign Exchange in India.
9. Explain the concept of Security. Discuss the different kinds of Security.
10. What is meant by Non-Banking Financial Institution companies ? Explain control over NBFCs in India.
11. Discuss Scope and Objectives of Recovery of Debts due to Bank and Financial Institutions Act, 1993.
12. Explain any **TWO** :
 - (a) Deposit Insurance Corporation
 - (b) Participation Certificate
 - (c) A.T.M.