

2011

**605-C : BANKING LAW INCLUDING  
NEGOTIABLE INSTRUMENT ACT**

Answer any *five* questions.

1. Write short notes on : 4×4=16
  - (a) Bank Overdraft
  - (b) Non-performing Assets
  - (c) Term Deposits
  - (d) Noting and Protesting.
  
2. Discuss the provision of the Banking Regulation Act, 1949 as to the "Licensing of banking companies" in India. 16
  
3. Narrate briefly the central banking functions of RBI as per the provision of Reserve Bank of India Act, 1934. 16
  
4. How is Reserve Bank of India empowered by the Banking Regulation Act, 1949 to supervise the Banking sector in India ? 16
  
5. (a) Discuss the restrictions on a banking company to grant loans and advances under the provision of Banking Regulations Act, 1949.  
(b) Explain the term "Non-performing Asset". 8+8=16

6. (a) Define Negotiable Instruments with suitable example.
- (b) What are the essential features of a Negotiable Instrument ?  $8+8=16$
7. Enumerate the circumstances under which a banker can refuse to honour a customer's cheque and state the liability of a banker for unjust dishonour of a customer's cheque. 16
8. Distinguish between :  $8 \times 2 = 16$
- (a) Negotiation and Assignments
- (b) A Promissory Note and a Bill of Exchange.
9. Briefly explain the meaning of any *four* :  $4 \times 4 = 16$
- (a) Holder in due course
- (b) Crossing of cheque
- (c) Material alteration
- (d) Moratorium
- (e) Days of Grace.