



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.Com. DEGREE EXAMINATION – CORPORATE SECRETARYSHIP

SECOND SEMESTER – APRIL 2022

UBC 2502 – BANKING THEORY LAW AND PRACTICE

(21 BATCH ONLY)

Date: 18-06-2022

Dept. No.

Max. : 100 Marks

Time: 01:00 PM - 04:00 PM

SECTION A

Answer ALL the Questions

1.	Define the following	(5 x 1 = 5)	
a)	What is branch banking system?	K1	CO1
b)	Comment on ATM.	K1	CO1
c)	Briefly explain cash credit.	K1	CO1
d)	Write a note on stale cheque.	K1	CO1
e)	Comment on 'payment in due course'	K1	CO1
2.	Fill in the blanks	(5 x 1 = 5)	
a)	Label the term – CBS -----	K1	CO1
b)	Under point of sale, payment is facilitated through ----- cards.	K1	CO1
c)	Overdraft facility is granted to ----- account holders.	K1	CO1
d)	A negotiable instruments always contains ----- order or promise.	K1	CO1
e)	Banking ombudsman was set by -----	K1	CO1
3.	Match the following	(5 x 1 = 5)	
a)	Credit creation - hypothecation	K2	CO1
b)	ATM - process of transfer of loans.	K2	CO1
c)	Moveable assets - sight bills	K2	CO1
d)	Demand bills - 1949	K2	CO1
e)	Banking Regulation Act - 24 hour banking.	K2	CO1
4.	TRUE or FALSE	(5 x 1 = 5)	
a)	Loans create deposits & deposits create loans.	K2	CO1
b)	Mobile banking uses (IVR) to respond to the customers.	K2	CO1
c)	Borrowing from the RBI does not constitute a source of lendable resources of a bank.	K2	CO1
d)	Endorsement is usually done on the face of the negotiable instruments.	K2	CO1
e)	A director in banking company can be director in other banking company as well.	K2	CO1

SECTION B

Answer any TWO of the following in 100 words (2 x 10 = 20)

5.	Illustrate the concept of internet banking and its features.	K3	CO2
6.	Demonstrate the forms of lending.	K3	CO2
7.	Interpret the types of endorsement.	K3	CO2
8.	Illustrate the need for crossing.	K3	CO2

SECTION C

Answer any TWO of the following in 100 words (2 x 10 = 20)

9.	Explain the principles of RBI.	K4	CO3
10.	Categorize the securities for lending.	K4	CO3
11.	Point out the liability of paying banker.	K4	CO3
12.	Prioritize the statutory protection of collecting banker.	K4	CO3

SECTION D

Answer any ONE of the following in 250 words (1 x 20 = 20)

13.	Summarize the E-banking Indian scenario and its future outlooks.	K5	CO4
14.	Compare central banking Vs. commercial banking.	K5	CO4

SECTION E

Answer any ONE of the following in 250 words (1 x 20 = 20)

15.	Evaluate the difference between paying banker and collecting banker.	K6	CO5
16.	Summarize the functions of commercial banks.	K6	CO5
