

DAY - **18**

SEAT NUMBER

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2022	III	25	1030	V - 146	(E)
BANKING PAPER - II (A-5)					
Time : 3 Hours		3 Pages		Max. Marks : 80	

- Instructions :* (1) All questions are compulsory.
(2) Figures to the right indicate full marks.

SECTION - 'A'

1. (A) Fill in the blanks : 5
- (a) Master Key is also known as _____.
- (b) A fixed deposit receipt is not _____.
- (c) The bank has an implied obligation to maintain _____ of customer account.
- (d) In case of contract of guarantee the guarantors liability is _____.
- (e) Usually interest is not given on _____ account.
- (B) Answer the following in **one** or **two** sentences : 5
- (a) What is Bailment ?
- (b) State the parties of Mortgage.
- (c) What do you mean by Crop Loan ?
- (d) What is Dock Warrant ?
- (e) Which bank account requires a passbook for cash withdrawal through withdrawal slip ?

2. Answer **any five** of the following : 10
- (a) State and explain any two rights of a Banker.
 - (b) Who is an Executor ?
 - (c) What is surrender value of a Life Insurance Policy ?
 - (d) State any four document required for opening a current bank account.
 - (e) What do you mean by Standing Instructions ?
 - (f) What is a Credit Card ?
 - (g) What is a Long Term Loan ?
 - (h) State any two reasons given by the customer for closing his account.

3. Explain in brief **any five** of the following : 10
- (a) Overdraft
 - (b) Buying and selling of securities
 - (c) Three C's of the Borrower
 - (d) Garnishee Order
 - (e) Safe Deposit Vault
 - (f) Assignment
 - (g) Problems of Small Scale Industries
 - (h) Illiterate person as a bank customer.

4. Explain the principles of Good Lending. 10

OR

4. Define a Charge. Explain the different charges created on securities. 10
5. Define Customer of a Bank. Explain the general relationship between the Banker and the Customer. 10

OR

5. Answer the following questions : 10
- (a) Explain the precautions to be taken by a banker while accepting 'land and building as a security'.
 - (b) State the merits of 'Life Insurance Policy' as a security.

SECTION - 'B'

6. (A) Draw specimens of **any two** of the following documents : 10
- (i) Specimen Signature Card
 - (ii) Withdrawal Slip
 - (iii) Demand Draft
- (B) State the contents of **any one** of the following documents : 5
- (i) Loan Application Form
 - (ii) Cheque Requisition Slip
7. On the basis of your visit to a Bank, explain the procedure for opening and operation of a current account. 15

OR

7. (A) State **true** or **false** with suitable reasons : 5
- (i) In case of hypothecation, the possession and ownership of the security remains with the creditor (Lender).
 - (ii) A shareholder is the creditor of the company.
- (B) Indicate the nature of relationship that energies out between 'Yash' and the 'Bank' with reasons : 5
- (i) 'Yash' remits Rs. 15,000 to the Bank with an instruction to purchase 10 shares of XYZ Co.Ltd. 10 shares were purchased by bank immediately.
 - (ii) Banker has given a loan to 'Yash' of Rs. 50,000 of against the security of Land and Building.
- (C) Suggest suitable charges to be created on the following securities with proper explanation : 5
- (i) Motor Vehicle
 - (ii) Gold