Dr. Babasaheb Ambedkar Open University
Term End Examination July – 2018

Course	:	**BBAIB**	**Date**	:	**24-07-2018**
Subject Code	:	**BBAIB-207**	**Time**	:	**11:00am to 02:00pm**
Subject Name	:	**Banking Law & Practices**	**Duration**	:	**03 Hours**
			Max. Marks	:	**70**

Section A

Answer the following (Attempt any three) **(30)**

1. What is Bank Guarantee? Explain various types of Bank Guarantees.
2. What is the meaning of "Right of Set Off?. Explain the difference between "Set off and Right of Appropriations.
3. Write short note on a. Reserve Funds and b. Acceptance of Deposits.
4. What is RBI? Explain the functions and roles of RBI in detail.
5. Define a contract of indemnity. Give example of such contracts.

Section B

Answer the following (Attempt any four) **(20)**

1. Write a note on Offences and Penalties.
2. Write a short note on Negotiable Instruments.
3. Explain types of Letters of Credit.
4. Differentiate between Secured and Unsecured Assets.
5. Write a short note on maintenance of Cash Reserve.
6. Write a short note on Banking Ombudsman.

Section C

Part – A (Multiple Choice Questions) **(10)**

1 Banking Regulation act 1949 not deals with _____.

A Regulating the business of banking Companies
B Penalties for violation of the Act
C Control over the Management of Banking Companies
D Give financial aid to start Bank

2 Cash Credit loan means

A Working Capital Loan
B Medium Term loan
C Loan term loan
D None of the above

3 Cases under SARFAESI Act can be filed under

A HC
B SC
C DRT
D District Court

4 Immovable properties can be

A Hypothecated
B Pledged
C Mortgage
D Lien

5 SARFAESI Act has given different rights to the _____

A Debtor
B Banks
C Secured Creditor
D Financial Institutions

6 Banking Ombudsman is appointed by

A RBI B SEBI

C GOI D State Govn.

7 In India, Banking regulator is …….

A SEBI B AMFI

C RBI D IRDA

8 Movable properties with possession in banks can be

A Hypothecated B Pledged

C Mortgage D Lien

9 Types of bank guarantee does not include _____ guarantee.

A Personal B Performance

C Financial D Statutory

10 _____ is better than third party independent Decisions.

A Banking Ombudsman B Voluntary Settlement

C Arbitration D Dispute Settlement

Part – B (Do as Directed) (10)

Each question is of 5 marks.

1 Explain the concept of Payment in due course of Banks to seek protection.

2 Write a short note on Arbitration Procedure.