

BBA LLB
THIRD SEMESTER
BANKING LAW
BBLB - 306 H₁ BL
(USE OMR FOR OBJECTIVE PART)

SET
A

Duration: 3 hrs.

Full Marks: 70

Time: 30 min.

Marks: 20

(Objective)

Choose the correct answer from the following:

1×20=20

1. Imperial Bank of India was nationalized in which year?
 - a. 1945
 - b. 1955
 - c. 1949
 - d. 1965
2. Referring to various types of banking, 'Mixed banking' is-
 - a. Banking system that combines commercial and investment banking
 - b. Banking system that combines virtual and branch banking
 - c. Banking system that combines retail and wholesale banking
 - d. Banking system that combines offline and relationship banking
3. Original headquarters of RBI were located at which of the following place-
 - a. Calcutta
 - b. Bombay
 - c. Delhi
 - d. Chennai
4. Bailor-bailee relationship is applicable in-
 - a. Safe deposit locker
 - b. Demand Draft issued by bank
 - c. Keeping article in safe custody with bank
 - d. Cash deposited with cashier by customer
5. Dishonour of cheque by a banker without any justifiable reason is called-
 - a. Valid dishonour of cheques
 - b. Unmindful dishonour of cheques
 - c. Negligence dishonour of cheques
 - d. Wrongful dishonour of cheques
6. A cheque dated subsequent to the date of its issue is-
 - a. Post dated cheque
 - b. Blank cheque
 - c. Crossed cheque
 - d. Account payee cheque
7. While accepting deposit, a banker becomesand customer is
 - a. Creditor and debtor
 - b. Debtor and Creditor
 - c. Agent and principle
 - d. none of these
8. The primary relationship between banker and customer is a relationship.
 - a. Mutual
 - b. Contractual
 - c. Personal
 - d. None of the above
9. How many branches a unit bank have-
 - a. one branch
 - b. two branches
 - c. More than two branch
 - d. No branches

10. The nature of "promissory note" is-
 - a. It contains an unconditional order to the drawee to pay the payee
 - b. It is drawn on specified banker to pay on demand
 - c. It contains an unconditional promise by maker to pay the payee
 - d. None of the above
11. Which of the following is an example of Branch banking?
 - a. SBI
 - b. RBI
 - c. Both a and b
 - d. None
12. What is NOT true about the "bills of exchange" ?
 - a. It is an instrument in writing
 - b. It is signed by the maker
 - c. Certain sum of money is mentioned on the instrument
 - d. It contains a conditional order
13. Which of the following is known as plastic money?
 - a. Credit card
 - b. Debit card
 - c. None of the above
 - d. Both A and B
14. In a Promissory Note, how many parties are involved?
 - a. Two
 - b. Three
 - c. Four
 - d. five
15. Which of the following is NOT an example of promissory note?
 - a. "I acknowledge myself to be indebted to B in Rs. 1, 000, to be paid on demand, for value received."
 - b. "Mr B, I owe you Rs. 1,000."
 - c. "I promise to pay B or order Rs. 500"
 - d. None of the above
16. What was the State Bank of India called before it was created through SBI Act?
 - a. Bank of Hindustan
 - b. Bank of Madras
 - c. Imperial Bank of India
 - d. Imperial Bank of Calcutta
17. Which among the following is incorrect?
 - a. RBI is the bank of issue
 - b. RBI acts as banker to the Government
 - c. RBI is banker's bank
 - d. RBI does not regulate the flow of credit
18. Banking sector falls under which of the following sectors?
 - a. Service sector
 - b. Industrial sector
 - c. Manufacturing sector
 - d. None
19. The Negotiable Instruments Act, 1881 is an Act to define and amend the law relating to-
 - a. Cheque
 - b. Bill of Exchange
 - c. Promissory Notes
 - d. All of the above

20. The first bank of India 'Bank of Hindustan' was established in the year-
- a. 1880
 - b. 1870
 - c. 1770
 - d. 1775

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(Descriptive)

Time : 2 hrs. 30 min.

Marks : 50

[Answer question no.1 & any four (4) from the rest]

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| 1. What are the powers of RBI under Banking Regulation Act? | 10 |
| 2. What is a Bank? What are the functions of a bank? | 10 |
| 3. Briefly explain the features of a Negotiable Instrument | 10 |
| 4. What is Bailment? What is the duty of a bank as a Bailee? | 10 |
| 5. Briefly explain the Rights of a Banker | 10 |
| 6. What are the special types of bank customers? | 10 |
| 7. What is a Bill of Exchange? Distinct between a Promissory note and a Bill of Exchange. | 10 |
| 8. Discuss the duties of a banker towards his customer? | 10 |

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