

B. Com. – III

Group 'J': Banking and Foreign Exchange

Paper No. XVIII – A: Banking Law and Practices

1. **Bank-Customer Relationship:** Definition of Customer, Bank Customer Relationship and its special features, Termination of the relationship, Bank Pass Book.
2. **Customer Accounts:** Opening of Account, Operation of Account, Special Customers of a Bank- Minor, Married Women, Lunatic, Drunkard, Joint Accounts, Partnership Firms, Joint Stock Company and Trustees.
3. **Negotiable Instruments Act 1881:** Negotiable Instruments: Promissory Note, Bill of Exchange and Cheque. Endorsement, Crossing, Payment and Collection of Cheques: Statutory Protection granted to the Banker.
4. **Employments of Bank Funds:** Cash Reserve and other Non-Earning Assets, Earning Assets: Money at Call and Short Notice, Investment, Loans and Advances, Discounting of Bill.
5. **Modes of Securing Advances:** Personal Security, Guarantee and indemnity and Collateral Securities: Lien, Pledge, Mortgage and Hypothecation.
6. **Securities of Advances:** General Principles for secured advances, Types of Securities – Stock Exchange Securities, Goods, Documents of Title of Goods, Life Insurance Policies, Immovable Property, Fixed Deposit Receipt, Book Debts.
7. **Banking Regulation Act:** Bank License – Issue, Suspension and Revocation, Inspection of Bank Offices, Branch Expansion, Bank Books, Records and Returns, Bank Accounts and Audit.
8. **Norms of Bank Financing:** Brief study of the recommendations of Tandon Committee, K. Kannan Committee. Bank Financing in the Liberalised regime.
9. **Special Banking Problems in India:** Banking efficiency, Bank Frauds, Core Banking