

**TILAK MAHARASHTRA VIDYAPEETH, PUNE**  
**MASTER OF COMMERCE (M.COM)**  
**EXAMINATION : JUNE 2022**  
**SECOND SEMESTER**  
**Sub: Banking Laws (MCB - 211)**

**Date: 08/06/2022**

**Total Marks :60**

**Time: 10.00 am to 12.30 pm**

**Instructions:**

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

**Q.1 Answer the following questions in 300 Words. (Attempt any two) (32)**

1. State the provisions, under law, regarding winding up of banking company.
2. What inspection function to be done in banking companies by the Reserve Bank of India? Enumerate.
3. Section 3 of FEMA outlines the dealings in Foreign Exchange. Discuss.
4. What is registration of securitization, reconstruction and security transactions? Explain.

**Q.2 Answer the following in 150 Words. (Attempt any one) (08)**

1. Define a bill of exchange and a cheque and explain the difference between them.
2. Explain the functions of Issue department of RBI and how it helps in Currency Management.
3. When and how Reserve Bank may cancel a certificate of registration granted to a Securitization and Reconstruction Company?

**Q.3 Write short notes. (Attempt any two) (10)**

1. Parties to a Negotiable Instrument.
2. Capital Account Transactions.
3. Foreign Exchange.
4. Security Interest Enforcement Rules, 2007.

**Q.4 Select the Correct Alternatives (Attempt Any Ten) (10)**

1. A Regional Rural Bank is .....
- |  |                               |
|--|-------------------------------|
| a) a body of corporate created under a special statute | b) a co-operative society     |
| c) a company   | d) a sole proprietorship firm |

2. Signing a document written, read and understood is called.....
  - a) execution
  - b) authentication
  - c) approval
  - d) acceptance
  
3. A bank to operate has to obtain a license from the Reserve Bank of India. Such license is issued as per the provisions of .....
  - a) Reserve Bank of India
  - b) Banking Regulation Act
  - c) Constitution
  - d) Both A & B
  
4. Any person aggrieved by an order of Adjudicating Authority can appeal to .....
  - a) RBI
  - b) High Court
  - c) Special Director (Appeals)
  - d) Appellate Tribunal for Foreign Exchange
  
5. Which of the following statement is not true in respect of the bank?
  - a) Bank means a banking company
  - b) Bank means a corresponding new bank
  - c) Bank means the state Bank of India
  - d) Bank means a holding company bank
  
6. A security receipt is .....
  - a) Similar to Bank's Term Deposit receipt
  - b) Issued to Securitization company
  - c) Issued by securitization company
  - d) Issued to a secured creditor and also to an Institutional Investor
  
7. Accepting the deposits for safe custody would fall within the definition of banking.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
  
8. A negotiable instrument does not require a signature of its maker.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
  
9. A banking company, whose license is cancelled, can appeal to Banking Ombudsman within a period of 30 days from the date of the order rejecting the license.
  - a) True
  - b) Not Banking Ombudsman but RBI Governor
  - c) False
  - d) Neither Banking Ombudsman nor Governor but RBI Board

