

**TILAK MAHARASHTRA VIDYAPEETH, PUNE**  
**MASTER OF COMMERCE (M.COM)**  
**EXAMINATION: DECEMBER - 2023**  
**SECOND SEMESTER**  
**Sub: Banking Laws (MCB-211)**

**Date: 14/12/2023**

**Total marks: 60**

**Time: 10.00 am to 12.30 pm**

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

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

1. What is Directorate of Enforcement? What are its functions and responsibilities?
2. What are the terms and conditions needs to be fulfilled before Securitization and Reconstruction Company is set up?
3. State the provisions, under law, regarding winding up of banking company.
4. Define a bill of exchange and a cheque and explain the difference between them.

**Q. 2 Answer the following questions. (Attempt any one) (08)**

1. Section 3 of FEMA outlines the dealings in Foreign Exchange. Discuss.
2. What are the Reserve Bank guidelines on “takeover of management” by Securitization Company and Reconstruction Company? Explain.
3. What is registration of securitization, reconstruction and security transactions? Explain.

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

1. Parties to a Negotiable Instrument.
2. Capital Account Transactions.
3. Central Registry.
4. Foreign Exchange.

**Q. 4 Select the correct Alternatives (Attempt any ten) (10)**

1. 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
2. Unless contrary is proved, holder of negotiable instrument shall be presumed to have received the cheque referred under Sec. 138 for discharge of any debt or liability.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
3. Current account transaction means a transaction other than a capital account transaction and without prejudice to the generality of the foregoing such transaction includes,
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
4. Authorized person is an individual appointed by RBI to deal in exchange.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above

5. The Reserve Bank may cancel a certificate of registration granted to a securitization company or reconstruction company, if such company fails to obtain a prior approval of the reserve Bank required under Subsection (6) of Section 3.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
6. Foreign exchange includes traveler's cheques.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
7. 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
8. Signing a document written, read and understood is called.....
  - a) execution
  - b) authentication
  - c) approval
  - d) acceptance
9. 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
10. No banking company shall enter into any commitment for granting any loan or advance or on behalf of any of its .....
  - a) Employees
  - b) Shareholders
  - c) Members of the Board
  - d) Directors
11. Trading in shares and securities by banks is subject to regulation by .....
  - a) Controller of Capital Issues
  - b) SEBI
  - c) Company Law Board
  - d) Registrar of Companies
12. RBI may appoint an additional director/s in the interest of .....
  - a) Public
  - b) Banking Policy
  - c) Depositors of the company
  - d) All of the above

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