



**UNIVERSITY OF PETROLEUM AND ENERGY  
STUDIES**

**End Semester Examination, December 2021**

**Course:** Banking and Negotiable Instruments Law  
**Program:** B.Com LLB(Hons) (TL/M&EL/LC&SP)  
**Course Code:** CLCC 5002

**Semester:** V  
**Duration :** 03 hrs.  
**Max. Marks:** 100

**Instructions:**

**SECTION A**  
*(Type the answers in test box)*

*Objective Type Questions/Definitions/fill in the blanks*

5Qx2M=10 Marks

Q. No.		Marks	CO
1	Through the Banking, Public Financial Institutions and Negotiable Instruments Laws (Amendment) Act, 1988, the Parliament criminalized the bouncing of cheques under certain circumstances. True/False	2	CO4
2	An aggrieved bank-customer can register an online complaint with the Banking Ombudsman. True/False	2	CO2
3	What is the maximum punishment for dishonor of cheque as per section 138 of the Negotiable Instruments Act, 1881?	2	CO4
4	Name the Commission which recommended establishment of a central bank for British India in 1926.	2	CO1
5	Define term the 'Banking' under The Banking Regulation Act 1949.	2	CO2

**SECTION B**  
*(Scan and upload)*

*(Conceptual based question)*

4Q x5M=20 Marks

Q. No.		Marks	
1	What are Regional Rural Banks? Discuss their functions. Also discuss the main regional rural banks working in India.	5	CO1
2	Evaluate the relevance of Law on fugitive economic offender in India in respect of management of Non-performing Asset.	5	CO3
3	Explain the principles that guide a banker in granting loans and advances.	5	CO2

4	How Non-Banking Financial companies are different from Banking companies? Whether registration of all NBFCs is necessary under The Reserve Bank of India Act 1934.	5	CO2
<b>SECTION-C</b> <i>(Scan and upload)</i>			
(Descriptive/Analytical Questions)		2Qx10M=20 Mark	
Q.No.		Marks	CO
1	Explain the key principles of BASEL II Norms in relation to regulate international banking.	10	CO3
2	Analyze briefly the instruments of monetary control in India that are regulated by the Reserve Bank of India.	10	CO2
<b>SECTION-D</b> <i>(Scan and upload)</i>			
(Case Studies/ Application Based Questions)		2Qx25M =50 Marks	
Q.No.		Marks	CO
1	Jeewan has taken a loan of Rupees 50 Lakhs for constructing a house from a private sector bank. On being unable to pay the loan and interest due thereon, the bank has declared this loan as NPA.  You are approached by the bank for advice. Advise bank on: a) What are the possible legal options with the bank to recover this debt? b) Suggest the best course of action for recovery of this debt to bank.	15 10	CO3
2	'A' owes 10000 Rupees to 'B'. He draws a cheque in favour of B for 10000 rupees, but same gets dishonoured. Advice B what he can do to recover his money. Whether bank's slip of dishonoured cheque is a sufficient evidence to prove that cheque has been dishonoured?	25	CO4