



BRAINWARE UNIVERSITY

Course – M.Com.

Bank Financial Management- Deposits and Other Business (MCM106)

(Semester – 1)

Time Allotted: 3 hours

Full Marks: 70

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

Group-A (Multiple Choice Type Questions)

1. Choose the correct answer from the given alternatives of the following: 10 x 1=10

- i) One of the following statements is not true with respect to RTGS
- Funds are transferable from the branch of one bank to the branch of another bank.
 - Only the corporate and Government departments can avail this facility
 - The RTGS system is maintained and operated by the RBI
 - Each participating bank in RTGS will be required to open a dedicated settlement account for putting through its RTGS transactions.
- ii) Mr. Amar and Mr. Sudip are maintaining a savings bank account and a safe custody account and want to nominate Mr. Sohail, in both the accounts
- the nomination will be accepted in safe custody account only
 - the nomination will be accepted in Savings Bank account only
 - the nomination will not be accepted in safe custody account
 - (b) & (c)
- iii) Which of the following act gives legal recognition to an electronic signature
- Negotiable Instruments Act
 - Income Tax act
 - Information technology Act
 - Indian Evidence Act
- iv) Which of the following can be included in the products that are available under cash management services to a corporate
- auto sweep facilities in the accounts
 - speed clearing facilities
 - cash collection services
 - all the above

v) A minor can be allowed to open a Savings Bank Account, where he

- a) Could sign and his age is at least 12 years
- b) His age is above 10 years
- c) Could sign in English and age is 16 years
- d) Could sign and his age is 10 years and above

vi) Mr. Sankar has a locker in a Bank branch and paid by rent of the locker but the locker is not operated for _____ year (s), in case of medium risk customer, the banks have the right to cancel the allotment, if provided in the agreement:

- a) One year
- b) two years
- c) three years
- d) such cancellation is not allowed.

vii) Mr. Hansaria, a customer of your branch has deposited with the bank certain government securities under safe custody. He has also requested the bank to collect interest on the securities and credit to his account. What relationship is between the bank and the customer for collection of interest?

- a) bailee and bailer
- b) bailer and bailee
- c) agent and principal
- d) trustee and beneficiary

viii) The committee that gave its recommendation for drawing a perspective plan of computerization for the period 1990 – 94

- a) Shere committee
- b) Saraf Committee
- c) Narsimham committee
- d) None of the above

ix) Delegation of powers under a Trust is

- a) Possible
- b) Not possible
- c) Beneficiary's permission required
- d) Charity commissioner's permission required

x) Structured Financial Messaging System (SFMS) is system on the line of SWIFT

- a) data messaging
- b) electronic data interchange
- c) electronic exchange of data
- d) any of the above

Group - B

(Short Answer Type Question)

Answer any three from the followings

3 x 5=15

2. Define 'Truncated Cheque' and 'Electronic Cheque' and when they are legalized? Distinguish Truncated Cheque and Electronic Cheque. What are the benefits of Cheque Truncation System? [1+1+1+2]
3. Whether RBI has permitted any relaxation in obtaining officially valid documents for opening special type of account? Explain introduction from existing account holder of a bank is mandatory for opening of an account. What is the procedure for handling a request of remittance for Rs.50,000 and above. [1+1+3]
4. Whether RBI has permitted any relaxation in obtaining officially valid documents for opening special type account? What is the procedure for handling a remittance of Rs. 50000 and above? [2+3]
5. What are the services related to Government business are provided by Banks to customers? Write a short note on "Jeevan Praman". [2+3]
6. What is 'Negotiability'? What are 'Negotiable Instruments' as per N.I.Act? [2+3]

Group - C

(Long Answer Type Question)

Answer any three from the followings

3 x 15=45

7. Define 'Holder'. What are the rights of Holder? Who are Holders in the following different situation (a) Death of a Payee or Endorsee, (b) Instruments with forged endorsement, (c) Not Holder despite possession of the cheque. [2+4+3+3+3]
8. Explain different types of Joint Stock Companies based on provisions of Companies act, 2013.
9. What is 'Remittance'? What are different forms of remittance? Write short notes on (a) Demand Draft, (b) Bankers Cheque, (c) RTGS, (d) NEFT, (d) EBT [1+4+2+2+2+2+2]
10. What is 'Conversion'? What are the duties of a collecting banker to get protection under section 131 of N.I.Act for cheque and section 131A of N.i.Act for Draft? [5+10]
11. Whether ATM card, Internet banking facilities can be allowed to a Minor? Whether a minor can open a bank account and operate it independently? [7+8]