

601: Banking Law & Practice in India

1. Banking Legislations in India: Reserve Bank of India Act, 1948: Banking (Regulation) Act, 1949: Banking Companies (Acquisition of undertaking and Transfer) Act, 1970
2. Banker customer Relationship: Definition of the term banker and customer: General and special relationship, termination of relationship, pass-book, types of accounts and their operations, Types of Customers (Practical Problems)
3. Negotiable instruments: concepts and Elements, types, cheque, bills, promissory notes, crossing, endorsement, presentation (elementary knowledge), paying and collecting banks (rights, duties, protections and precautions: practical problems.)
4. Investments & lending of Bank Funds : Non-profitable and profitable investment in funds, (Cash reserve, statutory reserve, Securities), secured and unsecured loans- pledge hypothecation, cash credit, overdraft, discounting of bills and clean advances, appraisal of loan applications, Tandon committee and Chore Committee Reports, Narshiman Committee report.
5. Meaning, Characteristics, nature of L/C (letters of credit), types of letters of Credits, personal letters of Credit and Commercial Letters of Credit, Procedure of Opening L/C (letters of Credit), Precaution in making payments of L/C (Letters of Credit), frauds in Banks: Types and its prevention.

Suggested Readings:

1. Mehra Dalip, Commercial Banking today, Arvind Vivek Prakashan, Agara
2. Srivastava P.K, Banking Theory & Practice, Himalya Publication New Delhi
3. Varshney P.N., Banking Law & Practice, Ramesh Book Depot, Jainpur