

VEER NARMAD SOUTH GUJARAT UNIVERSITY

S.Y. B.COM.

BANKING- PAPER-II

Semester- III

Syllabus (In Force From June- 2015)

The objective of the paper is to give a broad idea of law and practice of banking with Special reference to India.

1. Employment of bank's fund: pattern of employment of funds. Requirement of capital fund. Eligibility of capital Fund. Operating deposits in banks. External factors affecting deposits. Principles of lending. 30%

2. Advances: Secured and unsecured advances. Meaning, Forms of advances. Margin .importance of margin in advances. Securities for bank advances. Stock exchange securities. LIC, bank deposit, receipts, godown receipts , security of real estate, precaution against lending of securities. 30%

3. creation of charges: Lien, Pledge, Hypothecation, Mortgage. Reverse Mortgage. Characteristics of Reverse Mortgage. History of reverse mortgage scheme in India. Advantage of reverse mortgage scheme. current trends of reverse mortgage scheme in India. 20%

4. Guarantees: Definition. Its importance in banking business. Limitation of guarantee. Bankers duties and precaution. Rights of surety. Ends of guarantee. 20%

Reference books:

1. Law and practice of Banking. S.R. Davar.
2. Banking law and practice. M.L.Tennan
3. બેંકિંગ કાનૂન અને વ્યવહાર. ધીરુભાઈ વેલવન.
4. Banking Law and Practice in India. V.N.Mugali.
5. Practice and Law of Bankibg. H.P. Sheldon.

