

Veer Narmad South Gujarat University

Second Year B.Com.

PRINCIPAL & SUBSIDIARY

EXTERNAL

Banking

SYLLABUS [In force from, June-2022-23 onwards]

The objective of the paper is to give a broad idea of the law and Practice of banking with special references to India.

Note:

- (1) The topics to be studied with special references to the legal principles and current practice prevailing in the country.
- (2) Detailed knowledge of various forms is not expected.

1	Banker and Customer: Definition of a banker- what constitutes a customer-general relation-Legal relation of Banker and Customer-special features of the relationship-Duration Aspect- Banker as borrower-A debt by a banker vs. an ordinary commercial debt-Law of limitations and deposits-cases and position of Banker. Role of the banker a trustee, an agent and bailee. Banker's lien-Appropriation of payment-Banker's right to set off. Banker's right to charge interest and commission. Banker's obligation to maintain secrecy of the customer's accounts-Garnishee order. Termination of relationship between Banker and Customer.	[15%]
2	Digital Banking: Definition, Types of Electronic Fund Transfer Systems Cheque Transaction, ATM, POS, Internet, Mobile, Kiosks, Payment wallet. Ethics and Corporate Social Responsibility in Banks.	[10%]
3	Banking Regulation Act of 1949- Important-Provisions of the Act-Banking ombudsman (Lokpal)-Appointment and Powers. (Amendments up to Financial year 2021-22)	[10%]
4	Financial Inclusion Through BC BF model <ul style="list-style-type: none">• Need for Financial literacy and inclusion• BCBF model for financial inclusion• Business correspondent & Business Facilitator• Scope of activities of BC BF, do's and don'ts• Facilities-overdraft, debit card, insurance• Role of BCs/BFs in Financial inclusion	[15%]
5	Payments of Customers cheques: Precaution-Payments in due course-when a banker is justified in refusing payment, wrongful dishonor of cheque, countermanding payments of cheques and drafts – protection given to a paying banker.	[15%]

6	Collection of Customer's Cheques: the banker as holder for value-collecting banker and his customer-precautions-duties of collecting banker -Recovery of money paid by mistake- protection given to a collecting banker.	[10%]
7	Loan and advances: general Principles of sound lending-form of advances: Loan, cash credit and overdraft Meaning of secured and unsecured loan. Creating charge over securities: Brief introduction and meaning of different modes of creating charge over securities- Mortgage, hypothecation, pledge, lien.	[15%]
8	CASA DEPOSITS: Its Importance, Features and benefits <ul style="list-style-type: none"> Understand what are CASA deposits Importance of CASA Deposits for banks Features and benefits of current accounts, saving accounts and their variants Transaction, services and channels offered by banks for CASA account holders. Benefits of CASA deposits to customers.	[10%]
	Note: Practical can be given as an Assignment/Library work	

References:

SR NO.	BOOK
1.	Banking Theory and Practice by- K.C.Shekhar and Lekshmy Shekhar
2.	Modern Banking: Theory and Practice by- Muraleedharan D
3.	Banking Theory and Practice by- Katak Sanjay
4.	A Text on Banking Theory Law and Practice by- Gajendran
5.	Digital Banking by-Indian Institute of Banking & Finance by- Taxman
6.	Banking and Negotiable Instruments- Law & Practice by-P. Vasanthakumar
7.	Legal and Regulation -1 st Edition 2020 Aspect of Banking by- Macmillan
8.	Banking Law and Practice in India by- M.L.Tannan
9.	Law and Practice of Banking by- S.R.Dave
10.	Banking Law and Practice in India by- V.N.Mugali
11.	Practice and Law of Banking by- H.P.Sheldon
12.	Banking Law and Practice by- P.N.Vesnneya
13.	બેંકિંગ કાનૂન અને વ્યવહાર - ડ્ર. ધીરુભાઈ વેલવાન
14.	Retail Banking Technology by- JAICO
15.	Modern Banking in India by- D.P.Gupta & R.K.Gupta
16.	Banking Law and Practice by-R. K.Gupta Modren Law Publication
17.	Seth's Banking Law, Law publishers India Pvt. Ltd.,A.B.Srivastava & K.Elumali
18.	Banking Theory, Law and Practice.E.Gorden, K.Natrajan, Himalaya Publication.
19.	Link- https://rbi.org.in
20.	Link- https://www.indiapost.gov.in/
21.	J.M.Holden- The Law & Practice of Banking Universal law Publishing.

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