

SRM UNIVERSITY – FACULTY OF SCIENCE AND HUMANITIES

DEPARTMENT OF COMMERCE – LESSON PLAN – EVEN SEMESTER 2016-2017

I YEAR – II SEMESTER – CORE PAPER - V		L	T	P	TOTAL	CREDIT
UCM 15202	BANKING THEORY LAW AND PRACTICE	4	1	0	5	4

Maximum: 100 marks (Internal: 50 marks; External: 50 marks)

OBJECTIVES

- To provide an understanding of Banking law and practices.
- To educate the students on the practical application on the Banking Services

UNIT I- COMMERCIAL BANKS AND CENTRAL BANKING : Commercial Banks - Functions - Credit creation - Methods of credit control - Reserve Bank of India - Organization and functions – Recent trends in banking – Online banking – methods – benefits and limitations.

S.NO	DATE	DAY ORDER	DESCRIPTION
1	05-12-2016	I	Issue of Syllabus – Introduction to Banking Law – Definitions
2	06-12-2016	II	Commercial Banks – Definition – Functions –Primary and Secondary
3	07-12-2016	III	Nationalization of Banks – Creation of Credit
4	08-12-2016	IV	Credit Control – Types – Objects
5	09-12-2016	V	Quantitative and Qualitative Credit Control
6	12-12-2016	I	Central Bank – Reserve Bank of India – Functions
7	14-12-2016	II	Traditional Functions – Promotional Functions and Supervisory Functions
8	15-12-2016	III	Recent Trends in Banking – Technological Advancement
9	16-12-2016	IV	Online Banking – need – Importance
10	19-12-2016	V	e-banking – Advantages and Limitations
11	20-12-2016	I	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
12	21-12-2016	II	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
13	22-12-2016	III	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK

UNIT II - BANKER AND CUSTOMER RELATIONSHIP : Banker and Customer - Relationship - Special features - Opening and closing of accounts - Different types of accounts - Forms used in the operation of bank account - Cheque book, Pass book, Mistakes in the pass book - Special types of account holders.

S.NO	DATE	DAY ORDER	DESCRIPTION
14	23-12-2016	IV	Banker Customer Relationship – Need and Importance
15	26-12-2016	V	Rights of Banker and Customer
16	27-12-2016	I	Duties of Banker and Customer – KYC
17	28-12-2016	II	Clayton’s Case
18	29-12-2016	III	Opening and Closing of Accounts – Types of Accounts
19	30-12-2016	IV	Different types of forms used in Banking Operations
20	02-01-2017	V	Practical Exposure in Banking Operations – Seminar
21	03-01-2017	I	Cheque Book – handling and Need
22	04-01-2017	II	Pass Book – Importance and Maintenance
23	05-01-2017	III	Special Types of Account Holders

24	06-01-2017	IV	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
25	09-01-2017	V	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
26	10-01-2017	I	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK

UNIT III - NEGOTIABLE INSTRUMENTS: Negotiable instruments - Definitions - Cheques
- Features - Holder and holder in due course - Payment in due course - Crossing - Different types
- Endorsements - Different kinds.

S.NO	DATE	DAY ORDER	DESCRIPTION
27	11-01-2017	II	Negotiable Instrument – Introduction – Features
28	12-01-2017	III	Negotiability and Transferability
29	13-01-2017	IV	Types of Negotiable Instruments
30	18-01-2017	V	Cheque – Bills of Exchange – Endorsement – Crossing
31	19-01-2017	I	Cheque – Bills of Exchange – Endorsement – Crossing
32	20-01-2017	II	Cheque – Bills of Exchange – Endorsement – Crossing
33	23-01-2017	III	CYCLE TEST – I
34	24-01-2017	IV	CYCLE TEST – I
35	25-01-2017	V	CYCLE TEST – I
36	27-01-2017	I	Holder in due Course
37	30-01-2017	II	Payment in due course
38	31-01-2017	III	Transfer of Negotiable Instrument
39	01-02-2017	IV	Closing of Account
40	02-02-2017	V	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
41	03-02-2017	I	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
42	06-02-2017	II	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK

UNIT IV - NEGOTIABLE INSTRUMENTS: Paying banker - Material alteration - Refusal of payment by banks - Statutory protection to the paying banker - Collecting banker - Statutory protection.

S.NO	DATE	DAY ORDER	DESCRIPTION
43	07-02-2017	III	Paying Banker – Meaning
44	08-02-2017	IV	Payment in Due Course – Conditions
45	09-02-2017	V	Duties and Responsibilities of a Paying Banker
46	10-02-2017	I	Honour and Dishonour of a Cheque
47	13-02-2017	II	Consequences for wrongful dishonor of cheque
48	14-02-2017	III	Material Alteration – Meaning
49	15-02-2017	IV	Case Study – Refusal of Payment
50	16-02-2017	V	Statutory protection to Paying Banker
51	17-02-2017	I	Collecting Banker – Meaning – Conversion
52	20-02-2017	II	Duties of Collecting Banker – Conditions
53	21-02-2017	III	Statutory protection to Collecting Banker
54	22-02-2017	IV	CYCLE TEST – II
55	23-02-2017	V	CYCLE TEST – II
56	24-02-2017	I	CYCLE TEST – II
57	27-02-2017	II	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
58	28-02-2017	III	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
59	01-03-2017	IV	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK

UNIT V - LOANS AND ADVANCES : Loans and advances - Principles of good lending - Credit- worthiness of borrowers - Modes of securing advances - Lien, Pledge, Mortgage and Hypothecation - Advances against different types of securities - Goods, Documents of title to goods, LIC, FDR, Government Securities – Gold Loans.

S.NO	DATE	DAY ORDER	DESCRIPTION
60	02-03-2016	V	Loans and Advances – Principles of Good Lending
61	03-03-2017	I	Lien – Pledge – Mortgage and Hypothecation – Meaning and Features
62	06-03-2017	II	Government Securities
63	07-03-2017	III	Gold Loan
64	08-03-2017	IV	Types of Securities – Loan and Advances against securities
65	09-03-2017	V	Types of Securities – Loan and Advances against securities
66	10-03-2017	I	Credit Worthiness of Borrower
67	13-03-2017	II	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
68	14-03-2017	III	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
69	15-03-2017	IV	REVISION – SEMINAR AND TEST- ISSUE OF QUESTION BANK
70	16-03-2017	V	MODEL EXAMINATION
71	17-03-2017	I	MODEL EXAMINATION
72	20-03-2017	II	MODEL EXAMINATION
73	21-03-2017	III	MODEL EXAMINATION
74	22-03-2017	IV	MODEL EXAMINATION
75	23-03-2017	V	MODEL EXAMINATION

TEXT BOOK

1. Sundaram&Varshney P.N. (2009) : Banking Theory Law and Practice; Sultan Chand Sons; New Delhi.

REFERENCES

1. Gordon &Natarajan (2011) : Banking Theory Law and Practice; Himalayas Publishing House, New Delhi.
2. Dr.B.Santhanam (2016) : Banking Theory Law and Practice; Margham Publications, Chennai
3. Dr.S.Maheshwari & Maheshwari (2014) : Banking Theory Law and Practice; Kalyani Publishers, New Delhi
4. Dr.S.Gurusamy (2015) : Banking Theory Law and Practice; Vijay Nicole Publications, Chennai

QUESTION PAPER PATTERN – UNIT BASED

EXAMINATION	PART - A	PART - B	TOTAL MARKS
CYCLE TEST I - Unit I and II II – Unit III and IV	9 Questions – Equally Distributed- All questions to be answered and each carries TWO Marks	2 Questions – 1 Question from each Unit – Internal Choice Pattern – Each Carries 16	Part A – 18 Marks and Part B – 32 Marks = Total Marks – 50 Marks
MODEL EXAMINATION Full Syllabus	10 Questions – 2 Questions from each Unit - All Questions carry 2 Marks each	5 Questions – 1 Question from each Unit – Internal Choice – All Questions carry 16 Marks each	Part A – 20 Marks and Part B – 80 Marks = Total Marks – 100 Marks
SEMESTER EXAMINATION Full Syllabus	10 Questions – 2 Questions from each Unit - All Questions carry 2 Marks each	5 Questions – 1 Question from each Unit – Internal Choice – All Questions carry 16 Marks each	Part A – 20 Marks and Part B – 80 Marks = Total Marks – 100 Marks

EVALUATION AND MARKS

1. Internal Examination – 40 Marks

Cycle Test – I – Marks obtained for 50 will be converted to 10

Cycle Test – II – Marks obtained for 50 will be converted to 10

Model Examination – Marks obtained for 100 will be converted to 20

2. Assignment – 5 Marks

5 Marks will be awarded for Assignment/Project/Seminar/Class Work Maintenance

3. Attendance – 5 Marks

Attendance Marks is as

95% and More Attendance – 5 Marks

90% to 94.99% - 4 Marks

85% to 89.99% - 3 Marks

80% to 84.99% - 2 Marks

75% to 79.99% - 1 Mark

Less than 75% - Nil

4. External Examination – 50 Marks

Examination will be conducted at the end of the Semester – marks Obtained for 100 will be converted to 50.

5. Qualification to Higher Semester and Passing Criteria

Student must appear for minimum of Three Subjects in the Current Semester to qualify for higher semester – failure will lead to detention in the present semester

Passing minimum is 40% in End Semester (External) Examination and 40% Overall (Internal and External)

***** Students securing less than 75% Attendance in the semester will be detained in the semester and they have to redo the semester in the forthcoming Academic Year on payment of fees as prescribed by the University**