

IL – 405: Principles of Banking Law and Negotiable Instruments

UNIT - I Introduction

- a. Indian Banking Structure - Origin - Evolution of Banking Institutions
- b. Types and functions of banks - Commercial banks - functions - Banking companies in India
- c. RBI - Constitution, Management and Functions, RBI as Central Bank
- d. Relation of Banker and Customer and Their rights and duties -Special features of relation between Banker and customer

UNIT -II Banking Regulation Act, 1949

- a. Introduction Applicability of the act –Business of banking companies
 - a. Shares and Share Capital of Banking Companies -Loan and Advance- Management of banking Companies- Control over Management –Suspension of Business and Winding-up of the Banking Companies
 - b. SEBI (Merchant Banker) Regulations 1992
- b. E-banking
- c. Banking Ombudsman

UNIT -III Negotiable Instruments Act, 1881

- a. History and nature of Negotiable Instruments - Different kinds of Negotiable Instruments viz.
- b. Parties to Notes, Bills, Cheques and their Liabilities
- c. ‘Holder’ and ‘Holder in Due Course’
- d. Transfer of Negotiable Instruments

UNIT IV

- a. Presentment
- b. Negotiation
- c. Crossing of Cheques
- d. Law of dishonor of cheques-Criminal liability of drawer for issuing cheques without fund
- e. Prosecution of drawer;Fine and Composition;
- f. Compounding of offence- Cognizance of offences and Jurisdiction

Suggested Reading:

- 1. Banking law by S.R. Mineni
- 2. Banking and Negotiable instruments by Avtar Singh
- 3. Banking By Gupta
- 4. Lord Chorely – Law of Banking
- 5. L. Tannan Banking Law and Practice In india
- 6. Sheldon Practice and Law of Banking L.C. Goyle, Law of Banking.