

Principles of Banking (E.M) - ICOM Part 2 Principles of Banking Chapter 6 Short Questions Preparation

Q1. Write down the major kinds of bank's customers.

Ans 1: 1- Individual customer 2- Joint customer

Ans 2: 3- Married women 4- Pardah nasheen woman

Ans 3: 5- Minor of infant customer 6- Lunatic or Mental patient

Ans 4: 7- Partnership Firm 8- Joint stock company

Ans 5: 9- Non trading concern 10- Trustee 11- Government institutions

Q2. What is the other relationship between bank and customer.

Ans 1: i- Principal and agent ii- Bailor and bailee
iii- Mortgagee and Mortgagee

Ans 2: iv- Pledger and pledgee v- Aamil and Mudarib

Q3. Point out the duties of banker.

Ans 1: 1- Collection of cheque 2- Secrecy 3- Trustee

Ans 2: 4- Opening L.C.

Q4. How the relationship between banker and customer can be terminated by Bank.

Ans 1: 1- Death of the customer 2- Insolvency of the customer

Ans 2: 3- Insanity of the customer 4- Not sufficient funds 5- Order of court

Q5. Point out the duties of customer of bank.

Ans 1: 1- During banking hour 2- Over dated cheque

Ans 2: 3- Careful draw of cheque 4- Cheque book in safe custody

Q6. What is mean tby Trustee.

Ans 1: Trustee is a person who looks after the peroperty of another person. If a trustee want to open an account, he has to provide a turst deed to bank.

Q7. Define Banker.

Ans 1: Banker is a dealer inmoney.He is an interemediat party he borrower and tthe leader. He borrow from one party and lend it to other.

Q8. How are relationship between banker and customer can be terminated by customer.

Ans 1: 1- Unsatisfactory services 2- Low rate of intrest

Ans 2: 3- Lack of confidence 4- Change in residence.

Q9. Point out the rights of customer of a bank.

Ans 1: i- Right to receive profit ii- Right to draw a cheque

Ans 2: iii- Right to reveive pass book iv- Right to sue

Q10. Point out the rights of banker.

Ans 1: 1- Right to claim charges 2- Rightr of lien
3- Right to adjust debit balance.
