

THE INSTITUTE OF BANKERS PAKISTAN
ISQ Examination (Winter-2010)
LAWS RELATING TO FINANCIAL SERVICES

- Q.1** Please write the alphabet of selected answer in the given space:
- Q.2** Fill in the blanks:
- Q.3** State True or False in the answer column.
- Q.4** Give brief answers to the following :
- A)** Is the customer's right of withdrawal from his deposit account, like current or saving account, subject to the law of limitation from the date a demand is made to his banker? Elaborate
 - B)** A banker must not disclose the state of account to a third person without the customer's express or implied consent, except in circumstances which are in accordance with law, practice and usage customary among bankers. What are those exceptions and usages?
 - C)** What stipulations have been laid down in the Banking Companies Ordinance 1962 about maintenance of assets by a banking company outside Pakistan?
 - D)** Why are certain instruments termed as quasi-negotiable?
 - E)** Can a third party lay its claim to the balance of bank's customer?
- Q.5** Payment of customer's cheques is an important responsibility of a banker. What aspects must be scrutinized by a banker while honouring customer's cheques to be eligible for compliance under Section 10 of the NIA?
- Q.6** How does a Bill of Exchange differ from a Promissory note? Also, discuss whether a Bank Draft can be drawn by a banker payable to bearer and can be issued open at the request of the purchaser.
- Q.7** Define endorsement and describe the established practices observed by bankers for endorsement of cheques for different types of payees.
- Q.8** Sec. 7 of the Banking Companies Ordinance has comprehensively covered the scope of business which can be carried out by a banking institution. Enlist these eligible businesses and elaborate any two of them.
- Q.9** Write short notes on the following:
- A)** Pay order/pay slip
 - B)** Charged card
 - C)** Garnishee order
 - D)** Banking Mohtasib
