

Diploma in Islamic Banking Examination, November-2022

203: Ethics in Banking & Legal Environment

Part :II Full Marks: 100

Time: 3 Hours Pass Marks: 45

(N.B.: Answer **any 5 (five)** of the following questions. The figures in the right margin indicate full marks.)

1. a) What is 'Ethics'? What are the differences between "Law" and "Ethics"? 7
b) Mention the Laws/Acts relating to the banking business. 3
c) What is meant by 'Act', 'Ordinance', 'Order' and 'Rule' in the context of Bangladesh? 10
2. a) Discuss briefly the 'Memorandum of Association' and "Articles of Association" of a company. 6
b) What are the procedures of converting a Private Limited Company to a Public Limited Company? 6
c) What do you mean by Collateral Security? What pre-cautionary measures would you like to take for accepting any property as collateral security? 8
3. a) What are the pre-conditions that to be fulfilled before filing of Artha Rin Suit against a defaulter client? 5
b) Write down the procedure of filing CR Case for dishonor of cheque against a limited company. 5
c) What are the difficulties banks face in selling out the mortgaged properties before filing of Artha Rin Suit and after filing Execution Suit? 10
4. a) Distinguish briefly between 'Contract' and 'Agreement'. "All contracts are agreements but all agreements are not contracts"-explain in the light of Contract Act-1872. 10
b) What is 'Void and Voidable Contract'? 4
c) Can a minor enter into a contract with the bank? What are the procedures for opening an account of a minor? 6
5. a) Briefly discuss the stages of Money Laundering. 4
b) What are the duties & responsibilities of a Reporting Organization as per section-25 of the "Money Laundering Prevention Act-2012"? 10
c) What are the preventive measures to be taken by the bank for prevention of money laundering in the event of "Wire Transfer" & "Off-shore Banking Unit (OBU)"? 6
6. a) What is Mortgage? Define 'Mortgagor', 'Mortgagee', and 'Mortgaged Property'. 8
b) Discuss the methods of charge creation. 7
c) What are the differences between '2nd Charge' & 'Pari-passu Charge'? 5
7. a) What are the differences between 'Cheque' and 'Promissory Note'? 5
b) What are the punishments of dishonor of cheque as per NI Act-1881? What is the provision of filing Appeal by the convicted person? 10
c) Why 'Demand Promissory Note Delivery Letter' is taken from the investment client at the time of obtaining charge documents? 5
8. Write short notes on any 5 (five) of the following: 5×4= 20
 - a. Trade Based Money Laundering (TBML)
 - b. Corporate Governance
 - c. Trade Mark
 - d. ADC Products
 - e. Material Alteration
 - f. Predicate Offence
 - g. Holder in Due Course
 - h. Free Consent

The END