

Fixed deposit :-

* An account opened by a customer where the money is deposited for a longer period of time and to get a regular income was known as fixed deposit account.

* period of deposit varies from 15 days to 120 months.

Time deposit.

FDR

* The receipt issued by the banker on the acceptance of deposits for a fixed time period is known as fixed deposit ratio.

savings account :-

* An account opened by a customer to make a deposit and withdrawal of small sums of money is savings account.

Features :-

- * We can open account singly or jointly.
- * There is no restriction for number and amount of withdrawals.
- * Minimum interest.

Bank account :-

* Accounts that are opened and operated by the banking company for the mutual benefits of both the bankers and customers is known as bank account.

Current Account :-

* Account opened by traders, business man, corporate bodies and others is known as current account.

Recurring deposit :

* An account where the customer makes a deposit on a periodical interval upto a certain period of time is known as recurring deposit.

Passbook :-

* A compact book issued to every customer of a bank in which all the entries regarding deposits and withdrawals of cash and cheques are made is known as passbook.

opening and closing of Account :-

Procedure for opening a new A/c :-

i) Application of prescribed form :

* Name

* occupation

* Full Address

* Introductory References .

* Declaration .

* specimen signature .

Closing of Bank account :-

* When the banker feels that the customers behaviour is not satisfactory.

* If the customer dies .

* customer become insolvent .

* If an organisation goes liquidation

* when customer decided to close account .

Minor :-

* Minor is a person who has not completed the age of 18

* In case of a ~~graduation~~ guardian, minor has to complete the age of 21. Minor can open account in bank.

Illiterate person :-

* The person who cannot read or write is known as illiterate person.

Married women :-

* When bank opens an account in the name of a married women it does not require any special Precaution.

Lunatics :-

* Lunatics is a person with

unsound mind.

Joint stock company :

Documents to be enclosed by a joint stock company to open an bank account :-

- * certificate of Incorporation
- * certificate of commencement of business.
- * A copy of resolution of the board of directors.
- * Articles of Association.
- * Memorandum of Association.

* The main duty of banker is to scrutiny of the document.

* Borrowing partner only to trading company, so the banker has to distinguish which type of company.

Rights of banker :-

they can recover loan from the customers assets.

They can require the rights of all creditors.

They can raise a case against to get the repayment of loan.

Rights of banker

In case of winding up of a company

Section 4 (25)

- * court order (compulsory)
- * Voluntary winding up
- * By the supervision of court.