

Banking Regulation Act, 1949

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ABSTRACT

The Banking Regulation Act, 1949 was passed and came into force w.e.f. 10th March, 1949. It contains fifty five Sections, five parts and five Schedule to regulate the functioning of banks in India. Wide powers have been vested with Central Government to suspend the business of banking, meaning and definition of the Banking and Banking Companies, functioning of banking, business of banking companies, prohibition of business of banking companies, control of Reserve Bank of India, Board of Directors, Powers of Reserve Bank of India to appoint the chairperson of Banking Companies. Publication of Balance sheets of Banking companies, inspection and audit thereof have been thoroughly incorporated under different section, parts and schedules of the Banking Regulation Act, 1949.

Key Words: Banking, Regulation, companies, Bankers, Monetary, business, Winding up

INTRODUCTION

The Banking Regulation Act, 1949 came into force from 10th of March, 1949. This Act is called Act No.10 of the year 1949 dated 10th March 1949. This Act is extended to whole of India. The Act contained fifty five Sections, five parts and five schedules. The first part contains preliminary five Sections up to Section 5A, the second part contains Banking functioning from Section 6 to Section 36-A, Part-II-A Control over Management, Part II-B Prohibition of Certain Activities in Relation to Banking Companies Part II-CA Acquisition of the Banking Undertakings in Certain cases. Part-III Suspension of Business and Winding up of Banking Companies the third part contains Section 36-B to

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