

**MARUTHI SCHOOL OF BANKING (MSB)**  
**GENERAL AND FINANCIAL AWARENESS (IV of X)**

1. What is the difference between the value of money and the cost to produce and distribute it called?

1. Mercantile 2. Pecuniary 3. **Seigniorage**  
4. commissary

Seigniorage is the difference between the value of money and the cost to produce it — in other words, it's the economic cost of producing a currency within a given economy or country.

2. What is a green index?

1. instrument to measure the nation's wealth according to GNP per capita

**2. instrument to assess the environmental performance of MFIs**

3. instrument to measure the nation's wealth according to GDP per capita

4. instrument to measure the nation's wealth in terms of coverage area of forest

The Green Index aims to support environmental responsibility and environmental management within the microfinance and, more broadly, the inclusive finance sector.

3. Structure of Basel II norm is based on how many pillars?

1. Five 2. Two 3. Four 4. **Three**

4. The Twenty Point Programme was launched for the first time in which year?

1. 1950 2. **1975** 3. 1982 4. 2006

Initially launched in 1975, restructured in 1982 and again in 1986 then again in 2006

5. SDR is a monetary unit of which of the following organization?

1. World Bank 2. **IMF** 3. ADB 4. RBI

Special Drawing Right (SDR) is an international reserve asset, created by the IMF in 1969 to supplement its member countries' official reserves.

6. Which of the following organisations issues the rules of global trade?

1. World Bank 2. DGFT  
3. **World Trade Organisation** 4. None of these

7. What does A stands for in ACH?

1. Account 2. **Automated** 3. Acceptance  
4. Accretion (Automated Clearing House)

8. \_\_\_\_\_ is the umbrella organisation for all retail payment systems in India.

1. CCIL 2. RBI 3. Clearing House

4. **NPCI**

National Payments Corporation of India (NPCI) is an umbrella organization for all retail payments system in India.

9. A bond that is issued at a deep discount to its face value but pays no interest is known as?

1. Oblivion Bond 2. Junk Bond  
3. **Zero-Coupon Bond** 4. Bottom Bond

A zero-coupon bond is a bond that makes no periodic interest payments and is sold at a deep discount from face value.

10. The amount of money that an individual or business must pay for an insurance policy is called?

1. Assurance 2. Earning 3. **Premium** 4. Annuity

11. What does I stands for in CHI in relation to Cheque Truncation System?

1. Investment 2. **Interface** 3. Instrument  
4. Information

CHI- Clearing House Interface

12. The security, integrity, non-repudiation and authenticity of the data and image transmitted in CTS are ensured using the PKI. What does P stands for in PKI?

1. Private 2. **Public** 3. Privacy 4. Product  
PKI- Public Key Infrastructure

13. What does P stands for in CCP with respect to Cheques?

1. Private 2. Privacy 3. **Policy** 4. Product  
CCP- Cheque Collection Policy

14. What does L stands for in LAF?

1. Liquid 2. **Liquidity** 3. Liability 4. Loss  
LAF- Liquidity adjustment facility

15. What does C stands for in BBPCU?

1. Control 2. Currency 3. **Central** 4. Corporation  
Bharat Bill Payment Central Unit

16. What does O stands for in WLAO with respect to ATMs?

1. Organiser 2. **Operator** 3. Order 4. Obligation  
WLAO- White Label ATM Operator

17. IDF is an investment vehicle which can be sponsored by commercial banks. What does I stands for in IDF?

1. Investment            **2. Infrastructure**  
3. International        4. India  
IDF- Infrastructure Debt Fund

18. What does B stand for in CBLO?

1. Bank    **2. Borrowing**    3. Basic    4. Basel  
CBLO- Collateralized Borrowing And Lending Obligation

19. What does E stand for in ECB?

1. Equity    **2. External**    3. Export    4. Electronic  
ECB- External Commercial Borrowing

20. What does F stand for in SFMS?

1. Fund            **2. Financial**    3. Federation  
4. Finance  
SFMS- Structured Financial Messaging System

21. Offence of Money Laundering is defined under Section \_\_\_ of PMLA Act 2002

1. Section 2    **2. Section 3**    3. Section 4  
4. Section 5

22. As per Prevention of Money Laundering Act, 2002, a bank shall maintain the records of transactions between the bank and client for at least \_\_\_ years.

1. 3 years        2. 4 years        **3. 5 years**  
4. 10 years

23. Dormant Account comes under which category?

1. Low Risk    **2. Medium Risk**    3. High Risk  
4. None of These

24. As per banking norms, a person is said to be minor when he is \_\_\_\_.

1. Less than 10 years of age  
2. Less than 15 years of age  
**3. Less than 18 years of age**  
4. Less than 21 years of age.

18 years. A person above the age of 18 is called major.

25. If a legal guardian of a person has been appointed by a Court of Law before he has attained the age of 18 years, then he attains majority at the age of \_\_\_\_.

1. 20 years    **2. 21 years**    3. 23 years  
4. 25 years

26. A \_\_\_\_ is said to be created when the ownership of a property is transferred to somebody with an obligation to hold and manage the same for the benefit of another.

1. LLP            2. Joint Stock Company  
**3. Trust**            4. HUF

This is the definition of a trust.

27. The person who signs on the face of a cheque is known as \_\_\_\_.

1. Drawee        2. Beneficiary        **3. Drawer**  
4. Endorser

28. IFSC is a 11 digit code to be used for payments through

- 1. NEFT/RTGS**        2. Demand Draft  
3. Cheque            4. All of these

IFSC code is used by electronic payment system applications such as RTGS, National Electronic Fund Transfer and CFMS.

29. What does CFMS stand for?

1. Customised Financial Messaging Server  
2. Customised Funds Management System  
**3. Centralised Funds Management System**  
4. Core Funds Management Server  
Centralised Funds Management System

30. TDS is not required to be deducted in respect of person who submit declaration in Form \_\_\_\_.

1. Form 19        2. Form 60/ Form 61  
3. Form 26as    **4. Form 15G/Form 15H**

Form 15G and Form 15H are forms you can submit to make sure TDS is not deducted. Form 15H is for senior citizens, those who are 60 years or older; while Form 15G is for everybody else.

31. The Reserve Bank of India was established on \_\_\_\_ ?

1. April 1, 1934        2. June 1, 1935  
**3. April 1, 1935**        4. July 1, 1934

The Reserve Bank of India was established on April 1, 1935 in accordance with the provisions of the Reserve Bank of India Act, 1934.

32. In which year was Reserve Bank of India nationalized?

1. 1935        2. 1940        3. 1945        **4. 1949**

The Reserve Bank of India was nationalised with effect from 1st January, 1949 on the basis of the Reserve Bank of India (Transfer to Public Ownership) Act, 1948. All shares in the capital of the Bank were deemed transferred to the Central Government on payment of a suitable compensation.

33. How many Regional offices does Reserve Bank of India has?

1. 15    2. 16    3. 17    **4. 19**

RBI has 19 regional offices, most of them in state capitals and 9 Sub-offices. [\*data as on March 24, 2017]

34. How many Banking Ombudsman Office does RBI has in total in India?

1. 15 2. 17 3. 18 4. **20**

There are 20 Banking Ombudsman offices of RBI in India. [\*data as on May 25, 2017]

35. Which of the following is not a fully owned subsidiary of Reserve Bank of India?

1. DICGC 2. **NABARD** 3. NHB  
4. BRBNMPL

RBI holds only 0.40% stake in NABARD, while the rest is with Government of India.

36. The Reserve Bank of India was set up on the basis of the recommendations of \_\_\_\_\_

1. Chatalier Committee  
2. James Raj Committee  
3. Pendarkar Committee

**4. Hilton-Young Commission**

The Reserve Bank of India was set up on the basis of the recommendations of the Royal Commission on Indian Currency and Finance also known as the Hilton-Young Commission.

37. The Reserve Bank of India performs Financial Supervision under the guidance of \_\_\_\_\_

1. Finance Ministry  
2. **Board for Financial Supervision (BFS)**  
3. Board for Payment and Settlement Systems  
4. All of these

The Reserve Bank of India performs Financial Supervision function under the guidance of the Board for Financial Supervision (BFS). The Board was constituted in November 1994 as a committee of the Central Board of Directors of the Reserve Bank of India.

38. At any time RBI can have atmost \_\_\_\_ deputy governor.

1. 3 2. **4** 3. 5 4. 6

39. The present governor of RBI i.e Urjit Patel is the \_\_\_\_ Governor of RBI.

1. 22<sup>nd</sup> 2. 23<sup>rd</sup> 3. **24<sup>th</sup>** 4. 25<sup>th</sup>

40. The headquarter of Reserve Bank of India was shifted from Calcutta to Mumbai in which year?

1. 1936 2. **1937** 3. 1945 4. 1949

The Central Office of the Reserve Bank was initially established in Calcutta but was permanently moved to Mumbai in 1937. The Central Office is

where the Governor sits and where policies are formulated.

41. Who was the head of the committee constituted to examine issues related to effective functioning of EXIM bank and ECGC?

1. AK Sinha 2. M Veerappa Moily  
3. **Ashok Lavasa** 4. K S Valdiya

42. The merger of Railway Budget with General Budget is based on the recommendations of the Committee headed by \_\_\_\_\_ ?

1. M Veerappa Moily 2. **Shri Bibek Debroy**  
3. A K Sinha 4. TVSN Prasad

43. Who was the head of the committee formed for recalibration of ATM machines after demonitisation drive?

1. Ashok Lavasa 2. A R Dave  
3. Mohandas Pai 4. **S.S Mundra**

44. Who is the head of the committee formed to transform India into cashless economy?

1. S.S Mundra 2. Uday Kotak  
3. N. Chandrababu Naidu 4. **Amitabh Kant**

45. Who is the head of the inter-disciplinary panel on cyber security formed by Reserve Bank of India?

1. Nachiket Mor  
2. **Meena Hemachandra**  
3. Bharat Narotam Doshi  
4. Rajiv Kumar

46. Who is the head of the Inter-Departmental Task Force formed by government to Crack Down Benami Firms?

1. Afzal Amanullah 2. **Hasmukh Adhia**  
3. Pritam Singh 4. N. Chandrababu Naidu

47. Who is the head of the advisory committee on service providers formed by Insolvency and Bankruptcy Board of India (IBBI)?

1. Uday Kotak 2. Amitabh Kant  
3. **Mohandas Pai** 4. Pritam Singh

48. Who is the head of the panel on corporate insolvency and liquidation formed by Insolvency and Bankruptcy Board of India (IBBI)?

1. **Uday Kotak** 2. Amitabh Kant  
3. Mohandas Pai 4. Pritam Singh

49. Who is the head of the committee formed to summon Reserve Bank Governor Urjit Patel again to explain how much of the junked currency has

been deposited in banks post note ban and the progress made in remonetisation?

1. Shaktikanta Das
2. Anjuly Chib
3. **M Veerappa Moily**
4. Amitabh Kant

50. Who was the head of the Public Accounts Committee (PAC) formed for probing the government's decision to scrap high-value bank notes?

1. Amitabh Kant
2. **K.V. Thomas**
3. Shaktikanta Das
4. N. Chandrababu Naidu

51. Who regulates Banking and Financial sector in India?

1. SEBI
2. **RBI**
3. SBI
4. NHB

52. Who regulates commodity market in India?

1. RBI
2. IRDAI
3. **SEBI**
4. SIDBI

53. Who regulates credit rating agencies in India?

1. **SEBI**
2. RBI
3. CRISIL
4. CIBIL

54. Who regulates Insurance sector in India?

1. LIC
2. GIC-Re
3. **IRDAI**
4. NABARD

55. Who regulates Pension sector in India?

1. IRDAI
2. **PFRDA**
3. RBI
4. Both B and C

56. Who regulates rural sector financing in India?

1. RRB
2. RBI
3. **NABARD**
4. SIDBI

57. Who regulates financing Micro Small and Medium Scale Enterprises in India?

1. NABARD
2. NHB
3. RBI
4. **SIDBI**

58. Who regulates housing finance in India?

1. **NHB**
2. SIDBI
3. NABARD
4. RBI

59. Who regulates money market in India?

1. SEBI
2. NABARD
3. Ministry of Finance
4. **RBI**

60. Who regulates Mutual Funds in India?

1. RBI
2. **SEBI**
3. Ministry of Finance
4. None of these

61. What is the FDI limit in Petroleum refining by the Public Sector Undertakings (PSU) ?

1. 26%
2. **49%**
3. 74%
4. 100%

62. What is the FDI limit in Broadcasting Content Services ?

1. 26%
2. **49%**
3. 74%
4. 100%

63. What is the FDI limit in Print Media [Publishing of newspaper and periodicals dealing with news and current affairs] ?

1. **26%**
2. 49%
3. 74%
4. 100%

64. What is the FDI limit in Private Security Agencies ?

1. 26%
2. 49%
3. **74%**
4. 100%

65. What is the FDI limit in Multi Brand Retail Trading ?

1. 26%
2. 49%
3. **51%**
4. 74%

66. What is the FDI limit in Banking Private Sector ?

1. 26%
2. 49%
3. **74%**
4. 100%

67. What is the FDI limit in Banking Public Sector ?

1. **20%**
2. 49%
3. 74%
4. 100%

68. What is the FDI limit in Infrastructure Company in the Securities Market [in compliance with SEBI Regulations] ?

1. 26%
2. **49%**
3. 74%
4. 100%

69. What is the FDI limit in Power Exchanges ?

1. 26%
2. **49%**
3. 74%
4. 100%

70. What is the FDI limit in Non-Banking Finance Companies (NBFC) ?

1. 26%
2. 49%
3. 74%
4. **100%**

71. Which of the following tax will not be subsumed in GST?

1. VAT
2. **Capital Gain Tax**
3. Central Excise Duty
4. CVD

Capital Gain tax is a direct tax. Only Indirect tax will be merged in GST

72. The tariff levied on imported goods to offset the subsidies made the government of exporting country is known as?

1. Anti-Dumping Duty
  2. Subsidy Charge
  3. **Countervailing Duty (CVD)**
  4. Export Tariff Charge
- Countervailing Duty (CVD)

73. What is the base year for Wholesale Price Index (WPI)?



1. 2001-02    **2. 2004-05**    3. 2008-09  
4. 2012-13

74. What is the base year for Consumer Price Index (CPI)?

1. 2010    2. 2011    **3. 2012**    4. 2013

75. Who issues SDR?

1. World Bank    **2. IMF**    3. ADB  
4. All of these

IMF issues SDR- Special Drawing Rights

76. SDR basket comprises of how many currencies?

1. 3    2. 4    **3. 5**    4. 6

Five: US Dollar, Japanese Yen, Euro, Pound Sterling, Chinese Renminbi

77. What is the Interest Rate for Ways and Means Advance (WMA)?

**1. Equal to Repo Rate**

2. Equal to Repo Rate +1%  
3. Equal to Repo Rate +2%  
4. Equal to Repo Rate +1%

Interest Rate for Ways and Means Advance (WMA) = Repo Rate

Interest Rate for Overdraft in (WMA) = Repo rate + 2%

78. Which of the following launched the RuPay card?

1. RBI    **2. NPCI**    3. SBI  
4. None of these

79. FOREX is a/an \_\_\_\_\_

1. Centralised exchange  
**2. Over the Counter (OTC) market**  
3. Data Market    4. All of the above

OTC means that all transactions occur electronically via computer between traders across the world.

80. Which of the following is not a type of derivative?

1. Forwards    2. Futures    **3. Commodity**    4. swaps  
Types of derivatives: Forwards, Futures, swaps

81. Which bank has launched the app called Truecaller Pay to allow people send and receive payments through the app in partnership with Truecaller?

1. Axis Bank    2. Bank of Baroda  
**3. ICICI Bank**    4. Federal Bank

With this, Truecaller users will be able to create UPI virtual payment addresses (VPA) and recharge mobile number from the app itself.

82. Which bank has launched Appzillon Mobile banking app in partnership with i-exceed Technology Solutions to fulfil their mobility needs?

1. IndusInd Bank    **2. Karnataka Bank**  
3. Karur Vysya Bank    4. Kotak Mahindra Bank  
i-exceed Technology Solutions, an enterprise mobility solutions provider, partnered with Karnataka Bank to take a step forward to go digital, with the launch of its new age Appzillon Mobile banking app.

83. Which bank launched '811' zero-balance app?

- 1. Kotak Mahindra Bank**    2. Laxmi Vilas Bank  
3. DCB Bank    4. Federal Bank

Kotak Mahindra Bank launched the 811 banking app which is part of the lender's vision to double customer base in 18 months.

84. Which bank has launched 'Mera iMobile' Banking App for Rural Customers?

1. Yes Bank    2. OBC Bank  
3. State Bank of India    **4. ICICI Bank**

It is a unique mobile banking app for rural customers that allow them to access banking services as well as information on agri services.

85. Which bank launched digital service SIMsePAY to use digital banking services on feature phone users?

1. Kotak Mahindra Bank    2. Axis Bank  
**3. Yes Bank**    4. Federal Bank

YES Bank launched digital banking service, 'SIMsePAY', whereby any account holder can do money transfers, pay utility bills, and other mobile banking services without the need for a smartphone or Internet. The private sector bank has launched the service with the District Co-operative Bank, Dehradun, and plans to launch it across the country.

86. Which bank became the first to launch Aadhaar Pay, to launch biometric based payment system?

1. HDFC Bank    **2. IDBI Bank**  
3. IDFC Bank    4. DCB Bank

IDFC Bank became the first bank to launch the biometric-based payment system Aadhaar Pay through its network.

87. Which bank launched mobile app "Eazypay" that enables retailers, merchants and professionals to accept direct cashless payments on mobile phones from their customers?

1. Kotak Mahindra Bank    **2. ICICI Bank**  
3. Nainital Bank    4. Yes Bank

88. Which bank launched a Digital Platform and Mobile App powered by Manipal Global Education Services' (MaGE) EduNxt Platform that will act as a digital mentor to Probationary Officers and Trainee Officers?

1. Bank of Baroda
2. ICICI Bank
3. Punjab National Bank

**4. State Bank of India**

The State Bank of India's analytics dashboard app acts as a digital mentor to Probationary Officers and Trainee Officers right through their training life-cycle.

89. Which bank launched Chatbot Eva, India's first AI-based banking chatbot for customer services?

1. ICICI Bank
2. Axis Bank
- 3. HDFC Bank**
4. Yes Bank

Eva (electronic virtual assistant) is India's first AI-based banking chatbot and can answer millions of customer queries across multiple channels instantly.

90. Yes Bank partnered with Gupshup to launch an artificial intelligence-powered banking chatbot

1. YES mLoan
2. YES mBot
3. YES mChat
- 4. YES mPower**

Yes Bank partnered with Silicon Valley-based bot platform Gupshup to launch an artificial intelligence-powered banking chatbot 'YES mPower' that instantly gives information about loan products. The 'YES mPower' bot is available through Facebook Messenger.

91. The portion of Net Demand and Time Liability that the bank has to maintain with RBI is called .

1. SLR
- 2. CRR**
3. Repo
4. Reverse Repo

92. A \_\_\_\_\_ is the duration in the loan term when the borrower doesn't have to pay any repayment or EMI.

1. Re-phrasing
2. Waiver
- 3. moratorium period**
4. Interest phrasing

93. Which of the following deposit is most liquid?

1. Term Deposit
2. Recurring Deposit
- 3. Deposit in Savings Account**
4. All are equally liquid

As the money in Savings account can be withdrawn anytime easily, so it is most liquid among the given .

94. Which of the following is not a money market instrument?

1. T-bills
2. Commercial Papers
3. Certificate of Deposit
- 4. Equity shares**

95. Interest free deposit is allowed in \_\_\_\_\_

1. Savings Account
- 2. Current Account**
3. Term Deposit Account
4. Both A and B

Banks cannot accept interest free deposits other than in current account.

96. How is the computation of interest on savings bank deposits done by scheduled commercial banks?

1. yearly basis
2. quarterly basis
3. monthly basis
- 4. daily basis**

With effect from April 1, 2010 payment of interest on savings bank accounts by scheduled commercial banks would be calculated on a daily product basis.

97. What is the minimum period for which scheduled commercial banks can pay interest on term deposits?

1. monthly basis
- 2. quarterly basis**
3. semi-annually basis
4. yearly basis

Interest on term deposits is payable at quarterly or longer rests. (Only for SCB)

98. Banks are permitted to offer differential rates of interest on NRE term deposits of \_\_\_\_\_ and above.

1. Rs 5 lakh
2. Rs 10 lakh
- 3. Rs 15 lakh**
4. Rs 20 lakh

99. What interest is paid under the deposit made under the PMGKDS 2016?

1. 2%
2. 4%
3. Same as Repo Rate
- 4. No Interest**

No interest shall be paid for deposits made in the Pradhan Mantri Garib Kalyan Deposit Scheme (PMGKDS), 2016

100. The deposits made under the PMGKDS 2016 is held in the \_\_\_\_\_ Account maintained with Reserve Bank of India.

- 1. Bond Ledger Accounts**
2. Saving Account
3. Money Restriction Account
4. Special Deposit Account

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