

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

1. Who will be the chairperson of Payments Regulatory Board of RBI that replace the existing Board for Regulation and Supervision of Payment and Settlement Systems?

1. Finance Minister
 2. One of the Deputy Governor of RBI
3. Governor of RBI 4. Finance Secretary
 Six-member Payments Regulatory Board in the RBI, headed by its Governor

2. Which of the following is not a type of Bank Account Offered by Indian Post Payments Bank?

1. Safal **2. Safar** 3. Sugam 4. Saral
 IPPB offers 3 distinct accounts, tailored to suit the requirements of people everywhere.
 Regular Account – Safal
 Basic Savings Bank Deposit Account (BSBDA) – Sugam
 BSBDA Small – Saral

3. What is the maximum deposit allowed in Indian Post Payments Bank?

1. Rs 50,000 **2. Rs 1,00,000** 3. Rs 5,00,000
 4. Rs 10,00,000

4. Which of the following is a Money Market Instrument?

1. Debt 2. Equity
3. Bankers' Acceptances 4. Derivatives
 Bankers' Acceptances is Money Market Instrument; Rest all are Capital Market Instrument

5. What is the FDI limit in Payments Bank?

1. 20% 2. 49% **3. 74%** 4. 100%
 As per RBI guidelines: The foreign shareholding in the payments bank would be as per the Foreign Direct Investment (FDI) policy for private sector banks = 74% at present

6. For a Small Finance Bank maximum loan size and investment limit exposure to a single obligator is restricted to _____ of its capital funds.

1. 5% **2. 10%** 3. 15% 4. 20%

7. For a Small Finance Bank maximum loan size and investment limit exposure to a group obligator is restricted to _____ of its capital funds.

1. 5% 2. 10% **3. 15%** 4. 20%

8. For a Small Finance bank at least 50 per cent of its loan portfolio should constitute loans and advances of upto _____.

1. Rs 5 lakh 2. Rs 10 lakh **3. Rs 25 lakh**
 4. Rs 50 lakh

9. Recently RBI has taken regulatory action on IDBI Bank under the PCA Framework. What does P stands for in PCA?

1. Proper 2. Protected **3. Prompt**
 4. Progress
 Prompt Corrective Action (PCA)

10. How many banks are classified as Domestic Systemically Important Banks (D-SIBs) by RBI?

1. 1 **2. 2** 3. 3 4. 4
 SBI in basket 3 and ICICI Bank in Basket 1; There are 5 baskets of which basket 5 is of highest priority and 1 of lowest priority.

11. What is the minimum startup capital for Local Area Bank?

- 1. Rs 5 crore** 2. Rs 10 crore 3. Rs 100 crore
 4. Rs 500 crore

12. In a Local Area Bank the number of NRI promoters cannot exceed _____ of the total number of promoters.

1. 5% 2. 10% 3. 15% **4. 20%**

13. In a Local Area Bank, Individual shareholder voting rights were to be restricted to a ceiling of _____ of the total voting rights

1. 5% **2. 10%** 3. 15% 4. 20%

14. The area of operation of a Local Area Bank is restricted to a maximum of _____ geographically contiguous districts.

1. two **2. three** 3. four 4. Five

15. For a Local Area Bank, at least _____ of the new bank credit must be lend to Priority Sector.

1. 20% 2. 25% 3. 30% **4. 40%**

16. In regard to liquidity requirements and interest rates, Local Area Banks are governed by which of the following act?

1. Reserve Bank of India Act, 1934
 2. Banking Regulation Act, 1949
 3. Companies Act, 1956
4. Regional Rural Banks Act, 1976

The bank would be governed by the provisions of the Reserve Bank of India Act, 1934, the Banking Regulation Act, 1949 and other relevant statutes. However, in regard to liquidity requirements and

interest rates, such banks would be governed by the provisions applicable to the Regional Rural Banks (RRBs) established under the Regional Rural Banks Act, 1976.

17. The regulatory responsibility over the Local Area Banks vests with _____ of the RBI.

1. Rural Planning and Credit Department

2. Department of Banking Operations and Development

3. Department of Non-Banking Companies

4. Financial Inclusion and Development Department

The regulatory responsibility over the LABs vests with Rural Planning and Credit Department (RPCD) of the RBI.

18. Supervision over LABs lies with the _____ of the RBI.

1. Department of Banking Regulation

2. Department of Economic and Policy Research

3. Department of Banking Supervision

4. Department of Cooperative Bank Supervision

Supervision over LABs lies with the Department of Banking Supervision (DBS).

19. The NRI contributions to the equity of the Local Area Bank cannot exceed _____ of the paid-up capital.

1. 20% 2. 30% **3. 40%** 4. 50%

20. Local Area Banks have to maintain capital adequacy ratio (CAR) of _____ percent.

1. 5% **2. 8%** 3. 10% 4. 12%

The bank would have to maintain capital adequacy at 8% of risk weighted assets and comply with the norms of income recognition, asset classification and provisioning since inception.

21. UPI has been developed by?

1. RBI **2. NPCI** 3. MeitY

4. NOFN

Unified Payments Interface (UPI) is an instant payment system developed by the National Payments Corporation of India (NPCI), an RBI regulated entity.

22. What is the maximum number of digits that a UPI-PIN can have?

1. 4 2. 5 **3. 6** 4. 8

UPI-PIN (UPI Personal Identification Number) is a 4-6 digit pass code you create/set during first time registration with this App.

23. In UPI, _____ is an Address which uniquely identifies a person's bank account.

1. Primary Address

2. Unique Address

3. Bank Address

4. Payment Address

Payment Address also known as Virtual Payment Address (VPA)

24. Instant fund transfer under UPI, if available for how many hours in a day?

1. 8 hours 2. 10 hours 3. 12 hours

4. 24 hours

All payments are instant and 24/7, regardless of your bank's working hours.

25. What is the limit of fund transfer using UPI?

1. Rs 20,000 2. Rs 10,000 3. Rs 50,000

4. Rs 1 Lakh

At present, the upper limit per UPI transaction is Rs. 1 Lakh.

26. Which of the following term is used for Requesting money in UPI?

1. PULL 2. PUSH 3. DRAW

4. ASK

27. Which of the following term is used for Sending money in UPI?

1. PULL **2. PUSH** 3. TRANSFER

4. PUT

28. Which of the following is a financial transaction under UPI?

1. Collect Request 2. Set/Change PIN

3. Check Transaction Status

4. Raise Dispute/ Raise query

There are two financial transactions that UPI supports:

1. Pay Request: A Pay Request is a transaction where the initiating customer is pushing funds to the intended beneficiary. Payment Addresses include Mobile Number & MMID, Account Number & IFSC and Virtual ID

2. Collect Request: A Collect Request is a transaction where the customer is pulling funds from the intended remitter by using Virtual ID.

Non-Financial Transaction:

Mobile Banking Registration

Generate One Time Password (OTP)

Set/Change PIN

Check Transaction Status

Raise Dispute/ Raise query

29. What does S stands for in PSP with respect to UPI?

1. Software 2. Service **3. System**

4. Synchronized

PSP- Payment System Player . The bank which provides UPI

30.The eligible criteria for the Banks who can participate in UPI is that the Bank should have approval from RBI for Mobile Banking Service and also should be live on _____.

- 1.AEPS 2.BBPS **3.IMPS** 4.CTS

32.Immediate Payment Service (IMPS) facility is provided by?

- 1.BBPS 2.RBI **3.NPCI**
4.AEPS

33.Immediate Payment Service (IMPS) is provided by NPCI through its existing ____ switch.

- 1.Hitachi 2.ISO **3.NFS** 4.RBI
National Financial Switch (NFS)

34.Mobile Money Identifier (MMID)is a ____ digit number.

- 1.4 2.5 3.6 **4.7**

35.Which of the following cannot be used for fund transfer through IMPS?

- 1.Using Mobile number & MMID
2.Using Aadhaar numbe
3.Using Virtual Private Address
4.Using Account number & IFS Code
Facility of VPA is available in UPI.

36.What does S stands for in ABRS with respect to payment through Aadhar Cards?

- 1.System **2.Service** 3.Software
4.Schedule

Aadhaar based Remittance Service (ABRS)
In ABRS, a remitter can initiate IMPS transaction using the beneficiary's AADHAAR number, which acts as a financial address & which will be linked to the beneficiaries account number.

37.IFS Code is a ____ digit code.

- 1.7 2.9 **3.11** 4.16

IFS Code – 11 digit alphanumeric number, available in the users Cheque book. A person can initiate IMPS transaction using account number and IFS code also

38.What does M stands for in QSAM with respect to Aadhar based payments?

- 1.Manager 2.Merge **3.Mapper**
4.Maintain

Query Service on Aadhaar Mapper (QSAM) –

39.Instant money transfer under IMPS is available on how many days in a week?

- 1.4 2.5 3.6 **4.7**

24 hours on all days including holidays

40.Identify the false statement with respect to IMPS

- 1.The customer needs to have a bank account with the bank which has enabled IMPS facility.
2.Customer should enroll for Mobile Banking Service.
3.The customer cannot link the same mobile number to more than one account.
4.The bank will allocate a Mobile Money Identifier (MMID)for each account of the mobile banking customers.

The customer can link the same mobile number to more than one account subject to feasibility provided by the bank. For this the bank will allocate a Mobile Money Identifier (MMID)for each account of the mobile banking customers. The customer can select the account using this MMID allocated to him / her.

41.Identify the true statement with respect to IMPS.

- 1.The charges for remittance through IMPS are decided by NPCI
2.In IMPS once a payment is initiated it cannot be stopped.
3.IMPS service is not available on Sunday
4.All are true
1.The charges for remittance through IMPS are decided by the individual member banks
2.is correct
3.IMPS service is available 24*7 all days of the year.

42.What does S stands for in BBPS?

- 1.System** 2.Service 3.Software
4.Symbol
Bharat Bill Payment System (BBPS)

43.____ will be the single authorized entity operating the BBPS.

- 1.BBPOU **2.BBPCU** 3.BBPAU
4.BBPNU

Bharat Bill Payment Central Unit (BBPCU) will be the single authorized entity operating the BBPS.

44.____ will function as the authorized Bharat Bill Payment Central Unit (BBPCU) in BBPS?

- 1.RBI 2.Sponsor Banks **3.NPCI**
4.NABARD

National Payments Corporation of India (NPCI) will function as the authorized Bharat Bill Payment Central Unit (BBPCU)

45. Bharat Bill Payment Operating Units (BBPOUs) will be the authorized by ____ ?

1. NPCI **2. RBI** 3. Finance Ministry
4. NABARD

Bharat Bill Payment Operating Units (BBPOUs) Will be the authorised by RBI as operational units, to function in adherence to the standards set by the BBPCU. While there will be a single BBPCU, there could be multiple BBPOUs operating under the BBPS.

46. Banks which are desirous of operating as BBPOUs would need to obtain one-time approval from the Reserve Bank of India under the _____.

1. Companies Act 2013
2. Payment and Settlement Systems Act, 2007
3. Banking Regulation Act, 1949
4. Reserve Bank of India Act, 1934

Banks which are desirous of operating as BBPOUs would need to obtain one-time approval from the Reserve Bank of India under the Payment and Settlement Systems Act, 2007.

47. The Virtual Payment Address in BHIM App has the extension of?

- 1. upi** 2. name of the bank 3. bhim 4. vpa
Default VPA is mobilenumbers@upi

48. What is the daily limit of transaction in BHIM app?

1. Rs 10,000 **2. Rs 20,000** 3. Rs 50,000
4. Rs 1,00,000
Daily Limit- Rs 20,000

49. What is the limit on transaction for a single transaction in BHIM app?

1. Rs 1,000 2. Rs 2,000 3. Rs 5,000
4. Rs 10,000
Limit per transaction- Rs 10,000

50. BHIM app is based on?

1. IMPS 2. BBPS **3. UPI** 4. NEFT
BHIM app is based on UPI

51. BHIM app is developed by?

1. RBI **2. NPCI** 3. MeitY
4. NASSCOM

BHIM (Bharat Interface for Money) is a Mobile App developed by National Payments Corporation of India (NPCI), based on the Unified Payment Interface (UPI).

52. Assets that are no longer required for the operation of a business are called _____

1. No Purpose Asset 2. Current Assets
3. Operating Assets **4. Non-Core Assets**

Non-core assets are assets that are either not essential or simply no longer used in a company's business operations. They usually serve companies best when extra cash is needed as they can often be sold. Some businesses sell their non-core assets in order to pay down their bank debt.

53. The Revised Prompt Corrective Action (PCA) Framework of RBI for Banks has come into effect from?

1. January 1, 2017 **2. April 1, 2017**
3. May 1, 2017 4. February 1, 2017
Effective from April 1, 2017 to March 1, 2018

54. What will be the number of NEFT settlement on week days from July 10, 2017?

1. 12 2. 11 **3. 23** 4. 24
Earlier it was 12, from July 1, 2017 it will be 23

55. Trade Receivables Discounting System (TReDS) is a digital platform for?

1. Mutual Funds 2. Share Market
3. MSME 4. e-NAM

Trade Receivables Discounting System (TReDS) — a digital platform where small businesses (MSMEs) can get access to capital by auctioning their trade receivables.

56. Which company works to manage and to make profitable those assets which have been underperforming or become formally classified as NPA?

1. Asset Renewal Company
2. Asset Reconstruction Company
3. Asset Performance Company
4. Asset Withdrawal Company
Asset Reconstruction Company

57. *99# service is known as?

1. ASSD 2. NUUD 3. USSP
4. USSD
USSD (Unstructured Supplementary Service Data)

58. What does R stands form in QR Code?

- 1. Response** 2. Revenue 3. Random
4. Rate
QR- Quick Response

59. BHIM app is available in how many languages?

1. 9 2. 10 3. 11 **4. 12**

60. Which of the following cannot be used for money transfer to relatives?

- 1.UPI 2.IMPS 3.BBPS
4.RTGS

BBPS is for bill payments

61.EPS is the portion of a company's profit allocated to each outstanding share of common stock. What does E stands for in EPS?

- 1.Encryption 2.Earning 3.Equity
4.Estimate
Earning per Share

62.What does E stands for in AEPS?

- 1.Earning 2.Equity 3.Enabled
4.Economic
Aadhaar Enabled Payment System

63.What does B stands for in BFD with rest to AEPS?

- 1.Biometric 2.Best 3.Binary 4.Balance
BFD is Best finger detection .The best finger of a resident is the one that has the highest probability of matching. A resident can possess one or more best fingers, which can be detected during the Best Finger Detection (BFD)process.

64.AEPS is a bank led model which allows online interoperable financial inclusion transaction at

- 1.PoS 2.PoC 3.Aadhar Card
4.ATM

AEPS is a bank led model which allows online interoperable financial inclusion transaction at PoS (MicroATM) through the Business correspondent of any bank using the Aadhaar authentication.

65.IIN (Institution Identification Number) is a ___ digit number.

- 1.4 2.5 3.6 4.11

IIN is a unique 6 digit number issued by NPCI to every APB System participating bank and is used to uniquely identify a bank to which the APB transaction has to be routed in the Aadhaar Payment Bridge (APB)System.

66.What does B stands for in AEBA?

- 1.Biometric 2.Branch 3.Bank
4.Basic

Aadhaar Enabled Bank Account (AEBA).

67._____ is a repository of Aadhaar numbers maintained by the APB System and used for the purpose of routing the APB transactions to the destination banks.

- 1.NPCI saver 2.NPCI fisher
3.NPCI editor 4.NPCI mapper

68.In AEPS, Unique ID and _____ is used for authentication purpose.

- 1.Password 2.PIN 3.Biometric
4.Anyone of the above

Inputs required during AEPS: IIN + Aadhar Number + Biometric data (Finger Print or Iris)

69.In AEPS which of the following input determines the bank of the customer?

- 1.IIN 2.PIN 3.IFSC 4.SWIFT
IIN (Institution Identification Number)

70.Which bank launched First RuPay ATM & Micro ATM Card with Aadhaar Number?

- 1.State Bank of India 2.HDFC Bank
3.Bank of India 4.ICICI Bank

71.Which of the following feature is currently not present in AEPS?

- 1.Cash Deposit 2.Cash Withdrawal
3.Balance Enquiry 4.Virtual Card Creation

The four Aadhaar-enabled basic types of banking transactions are as follows:-

- Balance Enquiry
Cash Withdrawal
Cash Deposit
Aadhaar to Aadhaar Funds Transfer

72.Where is the headquarters of AU Small Finance Bank located?

- 1.Ahmedabad 2.Jaipur
3.Jaisalmer 4.Bengaluru
Au Financiers (India)Ltd.- Jaipur

73.Where is the headquarters of Capital Local Area Bank located?

- 1.Amritsar 2.Ludhiana 3.Patiala
4.Jalandhar

Capital Local Area Bank Ltd.- Jalandhar

74.Where is the headquarters of Fincare small finance bank located?

- 1.Ahmedabad 2.Jaipur 3.Gandhinagar
4.Bengaluru

Setup by- Disha Microfin Private Ltd.

75.Where is the headquarters of Equitas Small Finance Bank located?

- 1.Thiruvananthapuram 2.Kozhikode
3.Chennai 4.Bengaluru
Equitas Holdings P Limited, Chennai

76.Where is the headquarters of North East Small Finance Bank located?

1. **Guwahati** 2. Gangtok 3. Shillong
4. Agartala
RGVN (North East) Microfinance Limited,
Guwahati

75. Where is the headquarters of Suryoday Small Finance Bank Ltd located?

1. Ahmedabad 2. Jaipur 3. **Mumbai**
4. Bengaluru
Suryoday Micro Finance Private Ltd., Navi Mumbai

76. Where is the headquarters of Ujjivan Small Finance Bank located?

1. Ahmedabad 2. Jaipur 3. Mumbai
4. **Bengaluru**
Ujjivan Financial Services Private Ltd., Bengaluru

77. Where is the headquarters of Utkarsh Small Finance Bank located?

1. Mumbai 2. Chennai 3. **Varanasi**
4. Bengaluru
Utkarsh Micro Finance Private Ltd., Varanasi

78. Where is the headquarters of Jana Small Finance Bank located?

1. Mumbai 2. Chennai 3. Varanasi
4. **Bengaluru**
Janalakshmi Financial Services Private Limited,
Bengaluru

79. Where is the headquarters of ESAF Small Finance Bank located?

1. **Thissur** 2. Kozhikode 3. Chennai
4. Bengaluru
ESAF Microfinance and Investments Private Ltd.-
Thissur, Kerala

80. What does A stands for in NACH?

1. Account 2. Annual 3. Adjustable
4. **Automated**
National Automated Clearing House

81. Which of the following is the implementing body of NACH?

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

National Payments Corporation of India (NPCI) has implemented "National Automated Clearing House (NACH)" for Banks, Financial Institutions, Corporates and Government a web based solution to facilitate interbank, high volume, electronic transactions which are repetitive and periodic in nature.

82. NACH has been launched with an aim to consolidate multiple _____ systems running across the country

1. **ECS** 2. APB 3. NEFT 4. RTGS
Electronic Clearing System (ECS)
National Automated Clearing House (NACH) is a centralised system, launched with an aim to consolidate multiple ECS systems running across the country and provides a framework for the harmonization of standard & practices and removes local barriers/inhibitors.

83. Which of the following system has been designed by NPCI for Direct Benefit Transfer (DBT) system?

1. UPI 2. BBPS 3. IMPS 4. **ABPS**
NPCI developed a centralized Direct Benefit Transfer (DBT) system, alternatively known as Aadhaar Payment Bridge (APB) System for channelizing the entitlements using Aadhaar number issued by UIDAI in an electronic manner by identifying the beneficiary and crediting the beneficiary bank account directly, once the Aadhaar number and the bank account number of the recipient are linked.

84. Which of the following clearing service is not controlled by Reserve Bank of India?

1. Local ECS 2. Regional ECS
3. National ECS 4. **NACH**
While the Local ECS, Regional ECS, National ECS are controlled by the Reserve Bank of India or by the designated commercial banks, NACH functions on all India platforms managed by the National Payments Corporation of India (NPCI).

85. NPCI has how many core promoter banks?

1.8 2.9 3. **10** 4.12
Presently ten core promoter banks (State Bank of India, Punjab National Bank, Canara Bank, Bank of Baroda, Union bank of India, Bank of India, ICICI Bank, HDFC Bank, Citibank and HSBC).

86. NPCI was incorporated under Section _____ of Companies Act 1956.

1. Section 8 2. Section 10 3. Section 12
4. **Section 25**
Section 25 company under Companies Act 1956
Now it is Section 8 of Companies Act 2013

87. Which of the following is not a product by NPCI?

1. AEPS 2. UPI 3. **ECS** 4. RuPay

ECS if by RBI.
NPCI- NFS, BHIM, UPI, IMPS, NACH, AEPS,
RuPAY, BBPS

88. What is the authorized capital of NPCI?

1. Rs 100 crore
2. Rs 200 crore
3. Rs 250 crore
- 4. Rs 300 crore**

89. What is the paid up capital of NPCI?

1. Rs 50 crore
2. Rs 100 crore
- 3. Rs 137 crore**
4. Rs 150 crore

90. Banks were advised to initiate urgent steps to ensure electronic filing of cash transaction report (CTR) and Suspicious Transaction Reports (STR) to FIU-IND. What does I stand for in FIU?

1. Independent
 2. International
 3. Investment
 - 4. Intelligence**
- Financial Intelligence Unit – India (FIU-IND)

91. What does D stands for in DRI with respect to Interest Scheme?

1. Different
 2. Dynamic
 3. Differential
 - 4. Development**
- Differential Rate of Interest

92. To widen the reach of the NDS-OM, indirect access through the CSGL route was extended by Reserve Bank of India. What does S stands for in CSGL?

1. Saving
 - 2. Subsidiary**
 3. Simplified
 4. Systematic
- CSGL- Constituent Subsidiary General Ledger
NDS-OM- Negotiated Dealing System – Order Matching (OM) System
and Subsidiary General Ledger (SGL)

93. Number of banks have extended large loans to various Mutual Funds and have also issued IPC to stock exchanges on behalf of Mutual Funds/FIIs. What does I stands for in IPC?

1. Institutional
 2. Investment
 - 3. Irrevocable**
 4. Instrument
- Irrevocable Payment Commitments

94. What is the full form of EEFC Account?

1. Equity Enabled Foreign Currency
- 2. Exchange Earner's Foreign Currency**
3. Electronic Earning Foreign Currency
4. Earning Enabled Foreign Currency

Exchange Earner's Foreign Currency
(EEFC) Account

95. What does O stands for in ESOP?

1. Order
 2. Overdraft
 - 3. Ownership**
 4. Offshore
- employee stock ownership plan (ESOP)

96. Banks were permitted to transact in IRF for the purpose of hedging the risk in their underlying investment portfolio. What does F stands for in IRF?

1. Forwards
 2. Formula
 - 3. Futures**
 4. Fixation
- Interest Rate Futures

97. What does SRF stands for?

1. savings responsive funds
 2. saving refinance fund
 3. special responsive fund
 - 4. special refinance facility**
- Special Refinance Facility (SRF) introduced under Section 17(3B) of the Reserve Bank of India Act, 1934 for SCBs

98. What does A stands for in LAF?

1. Account
 2. Advance
 3. Associate
 - 4. Adjustment**
- Liquidity Adjustment Facility

99. What does F stands for in ETFPOS?

- 1. Funds**
 2. Financial
 3. Foreign
 4. Forwards
- Electronic funds transfer at Point of Sale

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