

MARUTHI SCHOOL OF BANKING
500 - IMPORTANT BANKING AWARENESS

1	A cheque returned for insufficiency of funds. Payee will have right to notice and approach court of law for justice under section 138 of which act?	Negotiable Instrument Act.
2	Before approaching Ombudsman what should the complainant do?	Take up the matter with concerned Bank Branch within 30 days of cause of action.
3	Department of Economic Affairs is part of which Ministry?	Ministry of Finance.
4	Expand CRA?	Credit Risk Arrangement.
5	Expand NEFT?	National Electronic Fund Transfer.
6	First Multi-currency international Debit Cards are issued in India by _____	State Bank of India.
7	Interest on savings bank account is now calculated by banks on?	Daily Balance Method
8	KYC policy has been actually innovated by	Basel committee.
9	Service Area Approach (SAA) is associated With?	Rural and Semi-urban branches of commercial banks.
10	_____ is a short term security (7 days to 365 days) issued by a corporate entity (other than a bank), at a discount to the face value?	Commercial Paper
11	'CAMELS' is a type of Bank Rating System. In CAMELS, what does 'C' stand for?	CAMELS is a type of Bank Rating System. (C) stands for Capital Adequacy, (A) for Asset Quality, (M) for Management, (E) for Earnings, (L) for Liquidity and (S) for Sensitivity to Market Risk.
12	'Drawee in the bank cheque is	The banker
13	'Global Market' means market of _____	All major countries and their alliances.
14	A bank wishes to undertake insurance business. Whose permission is necessary before commencement of insurance business?	Insurance regulatory and development authority
15	A banknote, of which a portion is missing or which is composed of more than two pieces is called?	Mutilated banknote
16	A centralized database with online connectivity to branches, internet as well as ATM-network which has been adopted by almost all major banks of our country is known as?	Core Banking.
17	A cheque which has completed 3 months from the date of its issue is known as ?	Stale Cheque

18	A customer is required to maintain adequate balances in his/her accounts in order to use his card in the merchant establishments?	Debit Card
19	A money deposited in a bank that cannot be withdrawn for a preset fixed period of time is known as	Term Deposit.
20	A NBFC is prohibited to offer or undertake?	accept demand deposits
21	A Non-Banking Financial Company (NBFC) is a company registered under the Companies Act ?	1956
22	A note which, has become dirty due to usage and also includes a two piece note pasted together wherein both the pieces presented belong to the same note, and form the entire note is called?	Soiled note
23	A right of a person to retain the goods which is in his possession, belonging to another person, until claim or dues attached to it are fully satisfied or paid or discharged	Lien
24	Accounts are allowed to be operated by cheques in respect of?	Savings bank accounts and current accounts.
25	All domestic products, including international companies operating within territory of a country, and excluding domestic workers/companies operating in foreign countries, accounts for -	Gross Domestic Product (GDP)
26	An account is maintained by an Indian Bank in the foreign countries?	Nostro account
27	An account maintained by a person of Indian nationality or origin with an authorized dealer in India, in a designated foreign currency	A foreign currency (non-resident) account
28	An ECS transaction gets bounced and you are unable to recover your money from your customer. Under which Act criminal action can be initiated?	Payment and Settlement Act 2007
29	ASBA Scheme is related to the purchase of	IPO.
30	ATM cards are issued to a person who maintains any of following accounts with the bank	Saving & Current Account
31	ATMs which are set up, owned and operated by non-banks are called as?	White Label ATMs
32	Bad debts mean _____	amounts owed to a company that are not going to be paid.
33	Bank branches which can undertake foreign exchange business directly are known as _____	Authorized dealers.
34	Bank holidays under Section 25 of the Negotiable Instruments Act, 1881 are declared by:	RBI

35	Bank rate policy, open market operations, variable reserve requirements and statutory liquidity requirements as measures of credit control are classified as :-	quantitative methods
36	Banking Ombudsmen is appointed by RBI under	Banking Regulation Act 1949
37	Banking services delivered to a customer by means of a computer control system that does not directly involve banks branch is called?	Virtual banking.
38	Bill of Exchange, Promissory Notes and Cheques are defined as	Negotiable Instruments
39	By crossing we mean	two transverse parallel lines on a cheque
40	By increasing repo rate, the economy may observe the following effects _____	Rate of interest on loans and advances will be costlier.
41	Cheque and demand draft are valid for a period of?	3 months
42	Commercial paper may be issued for a period of?	7 days to one year
43	Concept of Tobin Tax is associated with which field?	Foreign Exchange Transactions.
44	Crossing denotes	a direction to the paying bank to make payment of the cheque through a bank
45	Demand deposits mean _?	Deposits withdrawable on demand by the depositor CASA
46	Demand draft is a	negotiable instrument
47	Deposits with Regional Rural Banks are insured by	Deposits Insurance and Credit Guarantee corporation
48	Distribution of insurance products and insurance policies by banks as corporate agents is known as?	Bancassurance.
49	Exchange rate or Conversion rate is -	the rate at which a currency is converted to another currency
50	Expand BCSBI?	Banking Codes And Standard Board Of India.
51	Expand CTS?	Cheque Truncation System.
52	FCNR (banks) accounts are maintained in the form of	Term deposits (except recurring deposits)
53	Finance Ministry advised RBI to allow common ATMs to be owned and managed by Non Banking Institutions. Such ATMs are called	White Label ATMs.

54	Financial inclusion means provision of?	Financial services namely payments, remittances, savings, loans and insurance at affordable cost to persons not yet given the bank.
55	Fixed deposits and recurring deposits are?	Repayable after an agreed period.
56	Generally, what is the designation of head of public sector undertakings (PSUs) and PSU banks in India?	Chairman cum Managing Director.
57	Give some examples that cannot become a Nominee for any bank account?	Partnership firm, Trust ,Limited Company
58	How Commercial banks can regulate money supply?	Creation of demand deposits
59	If a cheque is presented for payment after 3 months from the date of the cheque it is called as?	Stale Cheque
60	If a Depositor is not a Senior Citizen and his Taxable Income is within the exempted limits then he has to submit — to the Bank for not deducting tax at source	Form 15G.
61	If anyone is not satisfied with the decision passed by the Banking Ombudsman, he/she can approach the appellate authority. who is the appellate authority under this?	Deputy Governor of the RBI
62	If conversion rate of INR to USD increases, then the valuation of Indian Rupees -	decreases
63	If the Bank rate is increased and rest all other things being equal, what will result into_____?	An increase in the cost of credit discouraging demand for credit
64	If the valuation of a currency is increased with respect to another currency, then it is known as.....?	appreciation
65	If you wish to purchase some US Dollars for your travel abroad, you should approach?	Any Bank Branch authorized to do such activity.
66	In economics it is generally believed that the main objective of a Public Sector Financial Company like Bank is to	Provide financial service to the people of the nation of its origin across the country.
67	In India, what are the part of Legal Tender Money?	coins and currency notes
68	In respect of partnership business, LLP stands for	Limited Liability Partnership.
69	In the case of a demand draft	Drawer and drawee banks are same but the payee is different
70	In the term “CIBIL”, what do you mean by “B”?	Bureau
71	In the term called as AMFI, what do you mean by “M”?	Mutual
72	In TRIPS, what does ‘I’ stand for?	TRIPS: Trade Related Intellectual Property Rights.
73	Increased interest rates, as is existing in the economy at present will_____	Mean higher cost of raw materials.

74	Increasing Cash Reserve Ratio from time to time by Reserve Bank of India leads to	Decrease in lendable resources.
75	Insurance cover for bank deposits in our country is provided by _____	DICGC.
76	Interest payable on savings bank accounts is?	De-regulated by RBI.
77	Issuing of credit cards is a component of	Retail Banking
78	Kisan Credit Cards (KCC) Scheme was formulated in the year:	1998-99
79	KYC' (Know Your Customer) norms were implemented in the Indian banking system in 2002 as per the directive of ?	RBI
80	LAF is an indirect instrument of monetary policy, which is used by RBI to regulate the liquidity in banking system. 'LAF' stands for?	Liquidity Adjustment Facility.
81	Name the 9 digit numeric code that uniquely identifies a bank branch participating in electronic clearing scheme?	MICR
82	Name the account which are maintained only in the form of term deposits of 1 to 5 years & can be in any freely convertible currency?	Foreign Currency Non Resident (Bank) Account – FCNR (B) Account
83	Name the financial instrument which are issued for short term (up to one year) borrowing by RBI on behalf of the Government of India?	Treasury Bills
84	National Income of India is estimated by?	Central Statistical Organization
85	Net National Product is equivalent to-	Gross National Product minus Depreciation
86	Nomination facility is available to-	Individuals/Sole Proprietorship Accounts
87	Off Shore Banking Unit is?	a unit which is situated in Special Economic Zones and deals in foreign currency only
88	Often, we read in the newspapers that several Indian companies are taking the FCCB route to raise capital. What does the term FCCB stand for?	Foreign Currency Convertible Bond
89	On the basis of which commission was RBI established?	Hilton Young Commission.
90	One rupee note and all coins will be issued by	Govt of India
91	PAN is required for all cash deposit in Banks	Rs.50000/-
92	Process of conversion of money obtained illegally to appear to have originated from legitimate sources to convert black money into white money.	Money laundering
93	RBI stipulates a healthy mix of CASA in the business figures of banks. Expand CASA?	Current Account and saving Account.

94	Reserve Bank of India was established on 1st April, in accordance with the provisions of Reserve Bank of India act____	1935 – 1934
95	Reverse Mortgage scheme is designed keeping which of the following groups of society in consideration?	Senior citizens.
96	Rural Infrastructure Development Fund (RIDF) is financed by:	NABARD
97	SARFAESI Act stands for?	The Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act 2002
98	Security printing press was established in 1982 at?	Hyderabad.
99	Some banks are financing projects like “Construction Roads/Bridges etc. Financing such projects means banks are helping exactly in _____	Infrastructural Development.
100	Systematic investment Plans relates to _____	Mutual Funds.
101	Temporary advance made to the government by its bankers to bridge the internal between expenditure and the flow of receipts of revenue	‘ways and means’ advance
102	The advice given by Reserve bank to banks/financial institutions in the matter of their lending and other operations with the objective that they might implement or follow	Moral suasion
103	The excess of total expenditures over total receipts is called as _____	Budget Deficit.
104	The first public sector bank to issue capital to public is	Oriental bank of commerce
105	The government has allowed issue of Long-Term Bonds for Insurance Companies and others upto:	30 years
106	The instrument cannot be presented for the payment in the Clearing House is _____	Fixed Deposit Receipt.
107	The issue of new securities to existing shareholders at ratio to those already held is known as	rights shares(Issue)
108	The main functions of mutual funds are	investment of funds so collected in capital markets
109	The maximum amount of the total Revenue earned by the government of India comes from__	Excise Duty.
110	The minimum acceptable amount under the Scheme of Certificate of Deposit is____?	Rs. 1 lakh
111	The money market in our country has been divided into organized sector and unorganized sector and which among the following do not fall under the organized sector category?	Indigenous banks

112	The NBFCs are allowed to accept public deposits for a maximum period of _____?	60 months.
113	The NBFCs are allowed to accept/renew public deposits for a minimum period of _____ and maximum period of _____. They cannot accept deposits repayable on demand?	12 months & 60 months
114	The Negotiable Instruments Act deals with _____?	Promissory notes, bills of exchange and cheques
115	The Rate at which the domestic currency can be converted into foreign currency and vice-versa is known as the _____	Exchange rate.
116	The regional Rural Banks are sponsored by	Any Scheduled Commercial bank
117	The RTGS system is primarily meant for large value transactions. The minimum amount to be remitted through RTGS is _____	Rs. 2 lakhs. There is no upper ceiling for RTGS transactions
118	The term “HNI” used in banking parlance means _____?	High Networth Individual
119	The usual deposit accounts of banks are?	Current accounts, savings bank accounts and term deposit accounts.
120	Those amounts due to vendors or suppliers that must be paid within one year is known as _____	Accounts Payable.
121	Time deposits means _____?	The deposits which are lent to bank for a fixed period
122	To control inflationary situation in the economy, RBI can increase one or more of these monetary tool?	CRR –SLR -Bank Rate
123	To restrict expansion of credit, the Reserve Bank	raises the bank rate, Repo Rate
124	Under the Banking Regulation Act, 1949, which of the following is not qualified to be called as banks in the co-operative sector?	Primary Agricultural Credit Societies
125	What do you mean by money laundering?	converting money obtained through illegal sources in to legal money
126	What do you mean by the term called as “DRT”, when it comes to recovery of bank dues?	Debt Recovery Tribunal
127	What is a maximum balance amount that is eligible for earning interest in anormal savings bank account?	No Limit.
128	What is Call Money”?	Money borrowed and lent for overnight or a day
129	What is the “USP” in a Savings Bank account of a Bank over another Bank?	Higher rate of interest (unique Selling Price)
130	What is the full form of MSME?	Micro, Small and Medium Enterprises
131	What is the full form of the CORE word in CBS?	Centralized Online Realtime Exchange

132	What is the main purpose of Open market operations?	A monetary measure to regulate quantity of money in circulation and the cash reserves of the commercial banks
133	What is the maximum amount for which the Award Can be given by OMBUDSMAN ?	Rs 10 Lakh for Credit card related issues 1 Lakhs
134	What is the name of technology given to the recently introduced computerised clearance of cheques:	Cheque Truncation System
135	What is the Overall PSL Target for Domestic Bank/Foreign Bank with more than 20 Branches?	40 percent of Adjusted Net Bank Credit
136	When a currency is converted into any other currency without any limit and for any purpose, it is called as	Fully convertible
137	When a person opens an account in a bank, the bank is a _____ towards the person?	Debtor.
138	When it comes to the following term namely- IPO, what do you mean by "P"?	Public
139	When someone wants to open a new saving bank account, the bank asks him/her to bring various documents. Which of the following is one of these documents?	Proof of Residence & Identity
140	When was the 2nd phase of nationalization of banks done?	15th April 1980.
141	Whenever RBI does some Open Market Operation Transaction, actually it wishes to regulate	liquidity in economy.
142	Whenever somebody needs foreign currency against Indian Rupee, banks give equivalent amount of desired	exchange rate.
143	Where is the Headquarter of Securities and Exchange Board of India (SEBI) ?	Mumbai
144	Which agency is exclusively concerned with the credit needs of all types of agricultural and rural development:	NABARD
145	Which agency/institution is the regulatory authority for home loans in India?	National Housing Board (NHB).
146	Which amongst the following is called as mother of deposits?	savings bank
147	Which is an electronic fund transfer system that operates on a Deferred Net Settlement (DNS) basis which settles transactions in batches?	NEFT
148	Which of the following acts as Regulators for Credit rating agencies in India?	SEBI
149	Which of the following body has determined the new base year for calculating GDP of India?	Central Statistical Office (CSO)
150	Which of the following is the apex authority for Direct Taxes?	CBDT

151	Which of the following is the first Universal Bank established in India?	ICICI Bank ltd.
152	Which of the following types of ATMs eliminates the need for PIN entry and authenticated customer transactions by thumb impressions:	Biometric ATMs
153	Which organization issue the rules of global trade?	World Trade Organization.
154	Which was the first bank to set up talking ATM in India?	Union Bank.
155	Which was the first Indian Bank to introduce credit card?	Central Bank of India .
156	Which scheme is launched to provide pension to people in unorganized sectors in India?	Swavalamban.
157	While discussing investments there is a mention of short term government security. What is this investment?	Treasury bill.
158	Who covered the Export Credit Packing Advance sanctioned to SSI exporters under the credit guarantee scheme?	ECGC
159	Who is known as the "Micro-Finance Regulatory Authority"?	RBI
160	Who is primarily liable on a cheque?	Drawer
161	Who is the Chairman of the committee constituted by RBI to study issues and concerns in the Micro Finance Institutions (MFI) Sector?	YH Malegam.
162	Who is the regulator of Nidhi Companies?	Ministry of corporate affairs,
163	Whose signature appears on Indian Rs. 100 note?	RBI Governor.
164	With reference to a cheque which is the 'drawee bank'?	The bank of the Drawer of the Cheque.
165	_____ is the rate at which banks borrow funds overnight from the Reserve Bank of India (RBI) against approved government securities. Marginal Standing Facility (MSF)	
166	"Fixed deposit" is also referred to as: Term Deposit	
167	"Lender of the Last Resort" by Banks is known as: RBI	
168	A NBFCs cannot offer interest rates higher than the ceiling rate prescribed by RBI? What is the present ceiling? 12.5 per cent per annum	
169	A Non-Banking Financial Company (NBFC) is a company registered under the: Companies Act, 1956	
170	A receipt listed in India and traded in rupees declaring ownership of shares of a foreign company: Indian Depository Receipt (IDR)	
171	A worldwide financial messaging network which exchanges between banks and financial institutions is known as: Structured Financial Messaging System (SFMS)	
172	After completion of 15 years, Public Provident Fund (PPF) can be extended up to how many years? 5 years	
173	Alphanumeric code on cheque is known as: Indian Financial System Code (IFSC)	
174	AML is a term mainly used in the financial and legal industries. Expand the term AML: Anti Money Laundering	

175	As per RBI guidelines, with effect from April 1, 2012, the validity period of Cheques, Demand Drafts, Pay Orders and Banker's Cheques is _____. 3 months
176	ASBA scheme is related to the purchase of: IPO
177	Assets or loans which stop performing after 90 days is known as: Non Performing Asset (NPA)
178	At which rate RBI give loans to commercial banks? Repo rate
179	ATMs or Cash Dispensing machine which are owned and operated by Non-Banking Financial Companies are called: White Label ATMs.
180	Bad advances of a Bank are called: Non – performing Asset
181	Bank of International Settlement headquarter: Switzerland
182	Bank pays interest on savings account? Daily Basis Credits quarterly
183	Banking sector falls under which of the following sectors? Service Sector
184	Banks cannot grant Loan below which rate: Base Rate
185	Banks in India are regulated under: Banking Regulation Act, 1949
186	By increasing repo rate, the economy may observe the following effects: rate of interest on loans and advances will be costlier
187	C stands for in "KYC" in Banking terms : Customer
188	Cash Reserve Ratio (CRR) is the amount of funds that the banks have to keep with: Central Bank (RBI)
189	Cheque which is not crossed is called: Open cheque
190	Commercial Paper (CP) is an unsecured money market instrument issued in the form of a _____. Promissory note.
191	Commercial paper can be issued for a maximum period of: 365 days or 1 year.
192	Corporate Social Responsibility committee headed is by Anil Bajjal
193	Definition of Current Account deficit: A measurement of a country's trade in which the value of goods and services it imports exceeds the value of goods and services it exports.
194	Deposit Insurance and Credit Guarantee Corporation (DICGC) does not cover: Primary co-operative societies
195	Depositor Education and Awareness Fund (DEAF) is maintained with: RBI
196	Exchange of cash flow in different currency is known as: Currency Swap
197	Expand ASBA: Application Supported by Blocked Amount
198	Fastest mode of transaction: IMPS/UPI
199	Fixed Deposit (FD) Account may be opened for a minimum period of: 7 days
200	Fixed deposits and recurring deposits are: repayable after an agreed period
201	Forward Market Commission merge with: SEBI
202	Full form IFSC – Indian Financial System Code
203	Full form of CASA – Current Account Saving Account
204	Full form of CVV: Card Verification Value
205	Full form of EFT: Electronic Fund Transfer
206	Full form of REIT: Real State Investment Trust
207	Govt. to implement GST (Goods & Services Tax) new indirect tax regime from: 1st April
208	How much amount of money can RBI lend to a bank? 2% of NDTL
209	How much fee charged to file a complaint under Banking Ombudsman? Banking Ombudsman does not charge any fee

210	How much overdraft facility to be provided in 'Pradhan Mantri Jan DhanYojana' scheme? Rs. 5,000
211	If a cheque is postdated, the bank on which it is drawn: will not honour the cheque before the date of the cheque
212	If any customer is not satisfied by the decision of Banking Ombudsman, customer can appeal against the award before the appellate authority within how many days from the date of receipt? 30 days
213	If RBI reduces CRR, what happens: Credit Supply increases, loans get cheaper.
214	IFRS full form: International Financial Reporting Standards
215	IFSC code consists of _____ alpha numeric code. 11 digits (The IFSC is an 11 digit alpha numeric code, with the first four digits identifying the bank, fifth is numeric(kept 0) and the last six digits represent the bank branch.)
216	IMPS - Immediate Payment Service is an interbank electronic instant mobile money transfer service through mobile phones in India, the facility is provided by: NPCI (National Payment Corporation of India)
217	In a bank, which of the following are the usual types of accounts? Current accounts, Savings bank accounts and Term deposit accounts
218	In banking business, when the borrowers avail a term Loan, initially they are given a repayment holiday and this is referred as: Moratorium
219	In BSBDA (Basic Savings Bank Deposit Account) the balance at any point of time does not exceed rupees: Rs. 50,000
220	In BSBDA (Basic Savings Bank Deposit Account) the credits in a financial year does not exceed rupees: Rs. 1 lakh
221	In BSBDA (Basic Savings Bank Deposit Account) the withdrawals and transfers in a month does not exceed rupees: Rs. 10,000
222	In CBS, C stands for: Core
223	In CRAR, A stands for: Assets (Capital to Risk Weighted Assets Ratio)
224	In India, one- rupee coins are issued by: Govt. of India
225	In what denominations Commercial Paper (CP) can be issued? Rs. 5 lakh
226	In which of the following fund transfer mechanisms, can funds be moved from one bank to another and where the transaction is settled instantly without being bunched with any other transaction? RTGS
227	Increased interest rates, as is existing in the economy at present will: mean higher cost of raw materials
228	Know Your Customer (KYC) guidelines are issued under: Section 35A of the Banking Regulation Act, 1949
229	Loans of very small amounts given to low income groups is called: Micro Credit
230	MICR code consists of how many digits? 9 digits.(First three digits denotes city, next three digits representing the bank and the last three digits representing the bank branch)
231	Minimum & Maximum Limit of NEFT: no limit
232	Minimum amount for Certificate of Deposit has been fixed at: Rs. 1 Lakh
233	Minimum capital requirement for Foreign banks that want to set up operations in India is: Rs. 500 crore
234	Minimum capital requirement for new banks in private sector is: Rs. 500 crore
235	Minimum capital requirement for Non-Banking Financial Company (NBFC) is: Rs. 500 crore

236	Minimum limit for medium scale enterprises is Rs. 5Cr. what is maximum limit? 10 Cr.
237	Mobile banking fund transfer limit in a day: Rs. 50,000
238	Mutual funds regulated by: SEBI (Securities and Exchange Board of India)
239	Name the scheme to include every people under banking system: Financial Inclusion
240	NEFT and RTGS in banking terminology speak of: Electronic Fund Transfer from bank to bank
241	Pension scheme for unorganized sector: Swavalamban
242	PIN is a number allocated to an individual and used to validate electronic transactions. Expand PIN: Personal Identification Number
243	'Pradhan Mantri Jan Dhan Yojana' is a Scheme for: Financial inclusion
244	Prime Lending Rate is replaced by: Base rate
245	Purpose of starting Minor account for 10 years children: Financial inclusion
246	RBI established in: April 1, 1935
247	RBI extended the timeline for full implementation of Basel III norms till: 31 March 2019
248	RBI measure to liquidate the market: Repo rate.
249	RBI nationalized in: January 1, 1949
250	RBI policy related to money laundering? Know Your Customer
251	Regulator of Capital Market in India: SEBI
252	Regulator of Micro, Small and Medium enterprises in India: SIDBI (Small Industries Development Bank of India)
253	RuPay Card is an Indian version of credit/debit card is launched by which organization: NPCI (National Payments Corporation of India)
254	Short term Money lending process is known as: Call Money
255	SLR (Statutory Liquidity Ratio) is the amount a commercial banks needs to maintain in the form of _____ before providing credit to its customers. cash, or gold, or govt. approved securities (Bonds)
256	Special Drawing Right (SDR) is a monetary unit of: IMF
257	Teaser rates are related to which type of loan? Home loans
258	The Banks has converted all 'no - frills' accounts' into: Basic Savings Bank Deposit Accounts
259	The Central Bank of India has adopted new measure of inflation: Consumer Price Index (CPI)
260	The holidays for the banks are declared as per: Negotiable Instruments Act
261	The maximum deposit amount insured by DICGC? Rs. 1 lakh per depositors
262	The most powerful tool used by the Reserve Bank of India to control inflation is to: raise interest rates
263	The Mutual funds in India follow accounting standards laid by: SEBI (Securities and Exchange Board of India)
264	The NBFCs are allowed to accept/renew public deposits for a minimum period of: 12 months (and maximum period of 60 months)
265	The objective of KYC guidelines is to prevent banks from being used, intentionally or unintentionally, by criminal elements for money laundering or terrorist financing activities. What is the full form of KYC? Know Your Customer (KYC)
266	The ownership of public sector banks rests: jointly with the Government of India and the shareholders from the public

267	The RBI policy rate which is purely an indicative rate used by RBI to signal long – term outlook on interest rates is: Bank rate
268	The seed capital of Bhartiya Mahila Bank is: Rs.1000 crore
269	The sole authority to issue and manage banks notes in India: RBI
270	The term ‘pre – shipment’ finance relates to: export credit
271	The term “Smart Money” refers to: Credits Card/Debit Cards
272	Treasury bill tenure: 91 days, 182 days, 364 days
273	Treasury Bills and Certificate of Deposit are considered as the instruments. negotiable money market
274	Treasury bills are available for a minimum amount of: Rs. 25,000
275	Under which service, customers may access their bank account and perform basic transactions from any of the member branch offices. Core Banking Solution (CBS)
276	What does CAR stands for? Capital Adequacy Ratio
277	What is ‘Demat Accounts’? Accounts in which shares of various companies are traded in electronic form
278	What is Bancassurance? The selling of life assurance and other insurance products and services by banking institutions.
279	What is full form of CTS? Cheque Truncation System
280	What is Repo rate? It is the rate at which RBI lends money to the commercial banks.
281	What is Stale Cheque? A cheque which is presented to a bank after 3 months from date of issue is considered as stale cheque and will often not be honored for cash or deposit at a bank.
282	What is Teaser loan? If a bank offers a slightly lower rate in the initial years and higher rate in later years, it is called a teaser loan.
283	What is the full form of MTSS? Money Transfer Service scheme
284	What is the loan limit for education under priority sector for studies abroad? Rs. 20 lakh (Loans to individuals for educational purposes including vocational courses upto Rs.10 lakh for studies in India and Rs. 20 lakh for studies abroad are included under priority sector.)
285	What is the maximum amount per transaction NEFT limit for cash-based remittances to Nepal? Rs. 50,000
286	What is the minimum amount required to open a Fixed Deposit (FD)? Rs.1000
287	What is the minimum denomination of Treasury bills to issue in India? Rs. 25,000
288	What is the minimum paid-up capital requirement of both small banks and payments banks in India? Rs. 100 crore
289	What is the time limit for an asset or loan to be declared as Non-Performing Asset? 90 days
290	What is the upper limit in Public Provident Fund (PPF)? Rs. 1.5 lakhs
291	What RBI does to Increase its Monetary Base? OMO Open Market Operations
292	When a bank returns a cheque unpaid, it is called: dishonour of the cheque
293	When a cheque is torn into two or more pieces and presented for payment, such a cheque is called: mutilated cheque
294	When money is lent or borrowed for a period of more than 14 days, it is known as: Term money
295	When money is lent or borrowed for between 2 days and 14 days it is known as: Notice

296	When money is lent or borrowed for one day or on overnight basis it is known as: Call Money
297	When the rate of inflation increases: purchasing power of money decreases
298	Which card is issued by NPCI (National Payments Corporation of India)? RuPay Card
299	Which is the Regulatory body for RRBs? NABARD and RBI
300	Which rate does RBI Reduces to Increase liquidity in market? Repo Rate
301	Who appoints Banking Ombudsman officer? RBI
302	Who cannot issue Certificate of Deposit (CD)? Regional Rural Banks (RRBs) and Local Area Banks (LABs)
303	Who controls the Monetary Policy in India? RBI (Reserve Bank of India)
304	Who is the appellate authority in Banking Ombudsman? Deputy Governor of RBI
305	Who issues Treasury bills (T-bills) in India? Government of India
306	With reference to a cheque which is the 'drawee bank'? The bank upon which the cheque is drawn.
307	Lending of scheduled Commercial Banks, on a fortnightly average basis, should not exceed — of their capital fund.- 25 per cent
308	Specified interest rate on a fixed maturity security fixed at the time of issue is called- coupon rate
309	'A faithful and friendly financial partner' is the tagline of which bank Syndicate Bank
310	'AapkaBhalaSabki Bhalai' is the tagline of which bank ? Bandhan Bank.
311	"Pure Banking Nothing Else" is the tagline of which bank? State Bank of India.
312	A centralized databases with online connectivity to branches, internet as well as ATM- network which has been adopted by almost all major banks of our country is Known as- core Banking
313	A customer drawing a cheque on a bank has the right to stop payment of the cheque before it is paid
314	Accounts are allowed to be operated by cheques in respect of current and savings accounts
315	ALM is called as Asset Liability Management
316	ARCIL - is the Asset Reconstruction Company
317	As declared by RBI recently the New RS 50 banknote will have? Inset Letter 'R'
318	At which Rate commercial Bank Borrow fund from RBI or overnight basis MSF (Marginal Standing Facility)
319	Bank are required to maintain a percentage of deposit with RBI and this percentage is called? Cash Reserve Ratio (CRR).
320	Banks are subject to operational risk, credit risk, market risk, liquidity risk
321	BCBS expand this term? Basel Committee on Banking Supervision.
322	Bombay stock exchange was made functional as early as 1870
323	Call money borrowings - is not the source of finance for any commercial bank
324	CAMEL denotes – capital adequacy, asset quality, management, efficiency and liquidity
325	Capital market is a market which deals in long term funds
326	Capital market is a market which deals in- long-term funds
327	Cash Reserve Ratio and Statutory Liquidity Ratio are terms most closely related to the following industries/markets - Banking industry
328	CIBIL - Credit Information Bureau of India Limited
329	Commercial banks do not undertake the following functions: deciding policy rates like CRR, SLR and repo rates

330	Commercial paper is a short-term security issued by _____ to raise funds.- large and well-known companies
331	Consortium Advances refers to Joint Financing by more than one bank
332	Deposit Insurance and Credit Guarantee Corporation of India Limited is called as DICGC
333	Depreciation of an asset does not occur on account of the following namely; fire in the unit; theft; labour trouble; wear and tear;
334	Exchange rate is the term used in the field of economics
335	Expand the term 'CARE' Credit Analysis and research limited
336	Expand the term 'CTS'? Cheque Truncation System
337	Expand the term 'FSLRC' Financial sector legislative reforms commission
338	Expand the term 'QIB' - Qualified Institutional Buyers
339	Expand the term AMFI? Association of Mutual funds of India.
340	Expand the Term ANBC? Adjusted Net Bank Credit
341	Expand the Term BBPS? Bharat Bill Payment System
342	Expand the Term CIBIL Credit Information Bureau of India Limited.
343	Expand the term CIRL? Central Insurance Repository Limited
344	Expand the Term CVPS? Currency verification and Processing System
345	Expand the Term DEAF Depositors Education and Awareness Fund.
346	Expand the term FIMMDA? Fixed Income Money Market and Derivatives Association.
347	Expand the Term GAAR General Anti Avoidance Tax Rules.
348	Expand the Term IRDAI? Insurance regulatory development authority of India
349	Expand the Term OECD organization for Economic Co-operation and development
350	Expand the term SWF? Sovereign Wealth Fund
351	Expand the Term ULIP ? Unit Linked Insurance Plan.
352	Expand the term IGMS ? Integrated Grievance Management System
353	Financial assets are classified into primary or direct securities and secondary or indirect securities
354	Financial inclusion means provision of financial services namely, payments, remittances, savings, loans and insurance at affordable cost to persons not yet given the same
355	Financial instruments of the capital market are classified into the following two categories namely; government or gilt edged securities and corporate securities
356	Financial markets can be classified into money market and capital market
357	Fixed deposits and recurring deposits are- repayable after an agreed period
358	For purchase of white goods, the following loan is granted by the banks - consumer durables loan
359	Forward Markets commission established in which year? 1953
360	ICICI Bank Limited is the first Universal Bank established in the country
361	If an Insurance Policy holder is not satisfied with the award of the Insurance Ombudsman, he or she can approach to? Courts of law or consumer forums
362	If the RBI wants to block foreign Capital outflow and contain the currency depreciation which would be the most possible action? Increase Interest Rates.
363	In order to attract more foreign exchange the Government of India decided to allow foreign investment in LLP firms. What is full form of - LLP' as used in this reference?- Limited Liability Partnership

364	In the case of Regional Rural Banks, the contribution structure between Government of India, State Government and Sponsoring banks are in the ratio of 50:15:35
365	Income Generated from Tourism Can be placed in? Invisible Export
366	Indian financial system is composed of three components – financial assets, financial markets and financial intermediaries or institutions
367	Insurance cover for bank deposits in the country is provided by DICGC
368	Interest on Saving bank account is now calculated by banks on- daily product basis
369	Interest payable on savings bank is not regulated by RBI
370	IRDA - Insurance Regulatory Development Authority
371	IRDA has its headquarters at Hyderabad
372	Know your customer (KYC) has which two components? Identity and address
373	LAB means local area banks
374	Lack of access of financial Services is technically known as? Financial Exclusion.
375	LAF means liquidity adjustment facility
376	Largest shareholder (in percentage shareholding) of a nationalized bank is- Government of India
377	Monetary policy as an arm of the economic policy is administered by - Reserve Bank of India
378	Money lend for 15 days or more in Inter-bank market is called- term money
379	Money lent for one day is called- call money
380	Money market is the center of dealings mainly of short term character in monetary assets
381	Mortgage is a-security on immovable property for a loan given by a bank
382	Mutual funds fall within the supervisory purview of SEBI
383	NABARD was established in 1982
384	National Income Estimates in India are prepared by Central Statistics Commission
385	National savings certificates, infrastructure bonds, Indira VikasPatras, KrishiVikas Patra etc. are examples of financial assets
386	Normally Economic Growth is coupled with? Inflation.
387	NRI deposits are called as hot money
388	On which Rate at which commercial banks borrow short term funds with RBI ~~~~ Repo Rate
389	Public sector bank, foreign bank, private sector bank and regional rural bank are classified as commercial banks
390	RBI declared that it has withdrawn the instruction of compensation to banks at how much percent of the national value of counterfeit notes detected? 25 Percent
391	Regional Rural Banks fall within supervisory purview of-RBI,Note: RBI is supervisor and NABARD is regulator.
392	Regional Rural Banks were set up in 1975
393	Reserve Bank of India issues all the bank notes except one rupee note
394	Reserve Bank of India undertakes the following rates: CRR; SLR and repo rates
395	Revelling credit is made available by the issuer in the case of ~~~~ Credit Card
396	Savings bank accounts are opened by individuals for savings purposes
397	Scheduled commercial banks are banks which have been included in the second schedule of RBI act, 1934; registered under companies act and got licence as per Banking Regulations act
398	Securities and Exchange Board of India was established in 1988

399	Six banks were nationalized during the second stage on 15.4.1980
400	Small finance Banks must disburse how much percent of their total adjusted net bank credit to priority sector? 75%
401	State Bank of India was formulated as per SBI act 1955
402	State Bank of Indore was merged with state Bank of India in which year? 2010
403	T-bills are financial instruments initially sold by _____ to raise funds.- the government
404	The account in which trading of shares in their electronic form is called as DEMAT account
405	The bank branches which can undertake foreign exchange business directly are known as approved dealers in foreign exchange
406	The banking ombudsman resolves the complaints of the customers in regard to services provided by the banks
407	The capital market deals in long term funds, both debt and equity
408	The conversion of money which is illegally obtained is called as - money laundering
409	The credit risk to the bank is high from which of these cards - Credit cards
410	The crossing on a cheque can be cancelled by the drawer of the cheque under his full signature
411	The Economy in which there is a mixture of Public and Private Sector both is called? Mixed Economy.
412	The excess of the total expenditures over total receipts is known as? Budget Deficit.
413	The financial literacy includes the following namely; how to invest the funds; how to use the limited funds carefully; how to minimize the risks and how to reinvest the money earned
414	The first bank note issued by Independent India was the One Rupee note issued in which year? 1949
415	The first Indian bank to open a branch outside India in London in 1946 is Bank of India
416	The fixed deposits, reinvestment deposits and recurring deposits are repayable after an agreed period.
417	The following are the functions of a commercial bank namely; providing project finance; settlement of payments on behalf of the customers; issuing credit and debit cards to the customers and providing services such as locker facilities and remittances
418	The following are the functions of banks - accepting deposits; granting loans; collecting cheques; issuing drafts; selling gold/silver coins
419	The following are the sources of finance for any commercial bank - capital, borrowings from RBI, deposits and cash reserves with RBI
420	The following constitutes the largest percentage of retail loans in the country - Home loans
421	The following is a measure taken by RBI in order to control inflation in the country - raising of Repo and Reverse Repo rates.
422	The following is not a primary function of a bank - Facilitating import of goods
423	The following represent the correct meaning of Repo rate - Rate for borrowing rupees by banks from RBI
424	The fourteen banks which were nationalized on 19.7.1969 were-Central Bank of India; Bank of Maharashtra; Dena Bank; Punjab National Bank; Syndicate Bank; Canara Bank; Indian Bank; Indian Overseas Bank; Bank of Baroda; Union Bank; Allahabad Bank; United Bank of India; United Commercial Bank and Bank of India
425	The headquarters of International Monetary Fund is located at which place? Washington DC.

426	The letter "L" available in the term LAF commonly used in financial/economic news is called as- Liquidity
427	The loans of very small amounts given to low income group is called as - Micro credit
428	The non performing assets of any bank are called as - sub standard assets, doubtful assets and loss assets
429	The performing assets of any bank are called as - standard assets
430	The primary issuers of capital market securities include- the Central and Local Governments and corporations
431	The rate at which the domestic currency can be converted into foreign currency and vice versa is known as the - exchange rate
432	The reserves which can act as a liquidity buffer for commercial banks during crisis times are CRR and SLR
433	To which country does Mohammad Yunus, who developed the concept of Micro Credit and Micro Finance belong? Bangladesh.
434	Universal banking is the roof under which various banking products are available
435	Up to what extent, FDI in Insurance sector is allowed by the government of India ? 49%
436	Urban cooperative bank is not a commercial bank
437	What do you understand by the term called as mortgage ?- Making the security of immovable property available as a cover for a home loan availed by the borrower
438	What is the best option to park money for a long period of time to earn a high rate of interest Fixed Deposit A/c
439	What is the Cap on loan amount given out by a Non-Banking financial company – Micro Finance Institution ? Rs 50000
440	What is the minimum tenure of deposits to be taken by NBFCs (Non Banking Financial Companies) ? 12 Months
441	What is the name of Australian Central Bank - Reserve Bank Australia
442	When a banker talks about CDR, CDR is meant - Corporate Debt Restructuring.
443	When the ATM machine installed in the bank is out of order, it is called as operational risk
444	When the banks are not able to pay the amount to the depositors, it is called as liquidity risk
445	When the banks entertain in dealing with insurance business, it is called as bankassurance
446	When the banks products fail to survive in the market, it is called market risk
447	When the computers are not functioning, it is called as operational risk
448	When the loans are not repaid in time, it is called as credit risk
449	When the rate of inflation increases-purchasing power of money decreases
450	When the repayment period is between 37 to 84 months, such loans are called as medium term loans
451	When the repayment period is more than 84 months, they are called as long term loans
452	When the repayment period of any loan is upto 36 months, the loan is called as short loan term
453	Where is the Federal Reserve system (The USA Central bank) headquartered New York
454	Where is the headquarter of Asian Development Bank Manilla (Philippines)
455	Where is the headquarter of World Bank Located? Washington D.C.
456	Where is the headquarters of Allahabad Bank located? Kolkata.
457	Where is the headquarters of Badhan Bank's Located (Kolkata, Chairman - Ashok Lahiri)
458	Where is the headquarters of Central Bank of India located Mumbai

459	Which action will be taken by RBI to reduce the excess liquidity in the market Increase CRR (Cash Reserve Ratio)
460	Which bank accredited by the green climate fund as an implementing entity for climate change related projects in India? NABARD
461	Which card product launched by the banks is working on the principle of 'Buy Now Pay Later' Credit Card
462	Which private sector bank has the maximum number of ATMs Machine in India? ICICI Bank.
463	According to the norms prescribed by RBI for setting up of white label ATMs, what is the minimum net worth the NBFCs should have? Rs. 100 crore
464	Maximum period for which a commercial paper can be issued is ? 1 Year
465	Government securities with terms of more than 1 year are called? Government bonds
466	Money that a government has required to be accepted in settlement of debts is? Legal Tender
467	Inflation can defined as? A persistent rise in general price level
468	Reason for cost push inflation is? Increase in the price of raw material
469	The market wherein short term monetary assets are bought and sold and according to Reserve Bank of India, it is the centre of dealings mainly of short term character in monetary assets? Money Market
470	The standard rate at which Reserve Bank of India is prepared to buy or rediscount bills of exchange or other eligible commercial paper from the banks ? Repo Rate
471	Cheque books are issued in which types of account ? Saving & Current Accounts.
472	Cheque Crossing has been defined in which act? Negotiable Instruments act 1881.
473	When the requirements of any borrower is very huge, normally banks join together and lend the borrower on sharing basis and this form of finance is called as ? Consortium Advance.
474	When we discuss Negotiated Dealing System, it denotes? Trading in Government Securities
475	Who was the first Indian Governor of the Reserve Bank of India? C.D. Deshmukh.
476	Closed Economy is one in which ? neither export nor import takes place.
477	Concept of "Service Area Approach" was recommended by whom? R.V. Gupta.
478	Electronic Fund Transfer scheme of RBI has been renamed as? NEFT (National Electronic Fund Transfer).
479	Escrow account is useful/helpful to whom? Exporters.
480	The single largest component of external debt is? Commercial Borrowings.
481	What is "Stagflation" ? Inflation with stagnant growth.
482	When a country decide to conduct trade on favorable terms with another country for mutual benefits, this is called ? MFN (Most Favoured Nation) Status.
483	When a security is not treated in the Stock Exchange for a period of days prior to the date of valuation, it is treated as "Non-Traded" security. 60 days.
484	When banks invest their deposit accruals in Government securities, it is called ? Narrow Banking.
485	Reverse Repo means? rate RBI charges on funds lent to banks.
486	S.L. Kapoor Committee relates to? Financing of Small Scale Industries.
487	The Authorized entity of the Phonepe is Flipkart partnered with Yes Bank
488	SEBI controls which market? Capital Market.
489	Shares of companies notified by SEBI can be traded only when these are in form .dematerialized.

490	The buyer or the importer who procures a Letter of Credit from his banker is called ? opener of the credit.
491	Expand BIFR. Board for Industrial and Financial Reconstruction.
492	The Financial Year of RBI starts from? 1st July.
493	The primary relationship between the banker and the customer is that of? Debtor and creditor.
494	The purpose of providing depreciation on the bank's property is ? to make usual allowances for annual wear and tear.
495	A debt becomes time-barred after how many years ? 3 years
496	For which purpose can banks grant Working Capital Term Loan? Meeting contingent expenses.
497	Know Your Customers (KYC) guidelines are as per the provisions of? Section 35A of Banking Regulation Act, 1949.
498	Maximum period for which a commercial paper can be issued is? 1 year.
499	The duration of Ways & Means Advances (WMAs) is? 10 consecutive working days for Central Government and 14 days for State Government.
500	Credit Guarantee Fund Trust for Small Industries has been set up on the recommendations of whom? Kapoor Committee.

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