

Sample Question Paper

Subject- Banking and Insurance

Subject code 532

Note – This is a sample Question paper for student's exam reference only, might be pattern of paper can be change in actual examination.

Q.1 Buying/Selling foreign exchange can be authorised by _____

1. Reserve Bank
2. Director General of Foreign Trade
3. Enforcement Directorate
4. Ministry of Finance

Correct Answer :- Reserve Bank

Q.2 Sources of profits is Treasury operation include _____.(identify the wrong one)

1. Forex operations
2. Money market activities
3. Investments
4. Mobilization of CASA deposits

Correct Answer :- Mobilization of CASA deposits

Q.3 Letter of Credit is a non-funded facility for financing of trade.

1. TRUE
2. FALSE

Correct Answer :- TRUE

Q.4 Proceeds of assets held outside India, can be credited to Resident Foreign Currency (RFC) Account by Non-Resident Indian at the time of return to India.

1. TRUE
2. FALSE

Correct Answer :- TRUE

Q.5 Regional Rural Banks do not have RTGS/NEFT facility.

1. TRUE
2. FALSE

Correct Answer :- FALSE

Q.6 Positive Gap =

1. Inflows > Outflows
2. Outflows > Inflows
3. Inflows = Outflows
4. None of these

Correct Answer :- Inflows > Outflows

Q.7 CDS is _____.

1. Cash DefaultSwap
2. Credit Delivery Swap
3. Credit Default Swap
4. Cost of Delivery Spot]

Correct Answer :- Credit Default Swap

Q.8 Exchange Earners' Foreign Exchange Currency Account (EEFC) enables foreign exchange earnings which shows interest at the rate of _____.

1. 10%
2. LIBOR +
3. Decided by RBI from time to time
4. No interest is payable

Correct Answer :- No interest is payable

Q.9 Negotiating bank under Letter of Credit makes payment against submission of stipulated documents to _____.

1. Exporter
2. Importer
3. Third party

4. Importer's bank

Correct Answer :- Exporter

Q.10 ALCO consists of _____.

1. Senior Management headed by CEO or next in comment.
2. Middle management headed by Senior Manager or Assistance VicePresident.
3. Top Management headed by Chief Financial Officer.
4. Board Member

Correct Answer :- Senior Management headed by CEO or next in comment.

Q.11 What is the source of capital for RRBs from the Central Government?

1. 15%
2. 25%
3. 50%
4. 35%

Correct Answer :- 50%

Q.12 _____are different categories of scheduled commercial bank?

1. SBI & its associates
2. Nationalized Banks
3. Foreign Banks
4. RRBs
5. All of these
6. None of these

Correct Answer :- All of these

Q.13 Usually minimum quarterly average balance (AQB) is Rs._____ in current account.

1. a.2000
2. b.3000
3. c.4000
4. d.5000

Correct Answer :- d.5000

Q.13 Who can open a Savings Account?

1. a.Any club
2. b.Society
3. c.Trusts
4. d.Government Departments/bodies
5. e.All of these
6. f.None of these

Correct Answer :- e.All of these

Q.14 Total number of withdrawals may vary between ____ and ____ per half year in case of a Savings Account.

1. a.20,120
2. b. 30,120
3. c.50,120
4. d.60,120

Correct Answer :- b. 30,120

Q.15 Advising Bank is responsible only for confirming authenticity of the ____?

1. CC
2. Import Credit
3. Export Credit
4. None of these

Correct Answer :- None of these