2 CHAPTER

Banking Structure & Instrument

1. What is the full form of the 'NPA' as used in banking environment ? **(SBI PO 2010)**
   (a) Not Profitable Assets
   (b) New Potential Accounts
   (c) Non Performing Assets
   (d) Net Performing Assets
   (e) None of these
2. What is the full form of 'FINO', a term we see frequently in financial newspapers? **(SBI PO 2011)**
   (a) Financial Investment Network and Operations
   (b) Farmers' Investment in National Organisation
   (c) Farmers Inclusion News and Operations
   (d) Financial Inclusion Network and Operations
   (e) None of these
3. The usual deposit accounts of banks are **(IBPS PO/MT 2011)**
   (a) Current accounts, electricity accounts and insurance premium accounts
   (b) Current accounts, Post office savings bank accounts and term deposit accounts
   (c) Loan accounts, savings bank accounts and term deposit accounts
   (d) Current accounts, savings bank accounts and term deposit accounts
   (e) Current bill accounts and term deposit accounts
4. A worldwide financial messaging network which exchanges messages between banks and financial institutions is known as __________ . **(IBPS PO/MT 2012)**
   (a) CHAPS (b) SWIFT
   (c) NEFT (d) SFMS
   (e) CHIPS
5. Which of the following is **NOT** required for opening a bank account ? **(IBPS PO/MT 2012)**
   (a) Identity Proof (b) Address Proof
   (c) Recent Photographs (d) Domicile Certificate
   (e) None of these
6. What is a Debit Card' ? **(IBPS PO/MT 2012)**
   (a) It is a card issued by a Rating Agency
   (b) It is a card which can be used for withdrawing cash or making payment even in the absence of any balance in the account
   (c) It is a card which can be used for withdrawing cash or making payment if there is balance in the account
   (d) It is a card which carries prepaid balance
   (e) It is a card which can be used for making STD calls
7. What is the secured messaging system device used by IDBRT in the field of banking'? **(SBI PO 2014)**
   (a) NEFT (b) SFMS
   (c) RTGS (d) EFT
   (e) All of the above
8. Which of the following does not come under the second level of management in an organization? **(SBI PO 2014)**
   (a) Purchase Managers (b) Departmental Heads
   (c) Supervisors (d) Branch Managers
   (e) Finance Managers
9. In our country, a cheque remains valid for payment for ________ from the date of issue. **(IBPS Clerk 2011)**
   (a) 3 months (b) 6 months
   (c) 9 months (d) 12 months
   (e) 18 months
10. Credit Cards are known as— **(IBPS Clerk 2011)**
    (a) Hard money (b) Easy money
    (c) Soft money (d) Plastic money
    (e) Real money
11. Which of the following instruments cannot be transferred from one person to another by Endorsement? **(IBPS Clerk 2011)**
    (a) Fixed Deposit Receipt (b) Cheque
    (c) Bill of Exchange (d) Promissory Note
    (e) None of these
12. 'Crossing' applies to which of the following instruments? **(IBPS Clerk 2011)**
    (a) Cheques (b) Bills
    (c) Promissory Notes (d) Hundies
    (e) Fixed Deposit receipts
13. A Savings Bank Account opened with a commercial bank with zero balance or very minimal balance is known as **(IBPS Clerk 2011)**
    (a) Savings Bank Ordinary Account
    (b) Student Savings Bank Account
    (c) No frill Account
    (d) Current Account
    (e) Call Deposit
14. In a bank which of the following are the usual types of accounts? **(IBPS Clerk 2011)**
    (a) Saving accounts, Electricity accounts and Insurance premium accounts
    (b) Fixed deposits, Post office savings bank accounts and Current deposit accounts
    (c) Current accounts, Savings bank accounts and Term deposit accounts
    (d) Loan accounts, Savings bank accounts and Term deposit accounts
    (e) Current bill accounts and term deposit accounts

15. Crossing of cheques makes them **(IBPS Clerk 2011)**
(a) invalid document
(b) ineligible to endorse to a person other than the payee
(c) remain the same in all respect, it is only a practice
(d) eligible for payment irrespective of sufficient balance in the account
(e) ineligible to get cash across the bank counter

16. If a cheque is postdated, the bank on which it is drawn **(IBPS Clerk 2011)**
(a) will not honour the cheque before the date of the cheque
(b) has to honour the cheque before the date of the cheque
(c) has the option to honour the cheque before the date of the cheque or not
(d) has to refer to RBI to honour the cheque before the date of the cheque
(e) has to refer to the court to honour the cheque before the date of the cheque

17. In which of the following accounts is operation by cheques permitted? **(IBPS Clerk 2011)**
(a) Savings bank accounts and fixed deposit accounts
(b) Current accounts and fixed deposit accounts
(c) Savings bank accounts and floating loan accounts
(d) Savings bank accounts and cash accounts
(e) Savings bank accounts and current accounts

18. A traveller's cheque is **(IBPS Clerk 2011)**
(a) a supplementary credit card.
(b) a cheque issued by a bank or financial institution which functions as capital.
(c) a certificate issued by a bank or financial institution in lieu of cash.
(d) a cheque issued by a bank or financial institution which functions as a bond.
(e) a prepaid instrument issued by a bank or finance institution which can be substitute of cash.

19. If a crossed cheque is presented for payment **(IBPS Clerk 2011)**
(a) cash can be paid across the counter to the presenter.
(b) cash can be paid across the counter to the account holder only.
(c) it can be paid only through a banker.
(d) it cannot be paid at all.
(e) it can be paid across the counter in another bank.

20. Which of the following is not a salient feature of debit card? **(IBPS Clerk 2011)**
(a) No bad debts to banks and no suits for recovery
(b) No interest earning for banks
(c) Works Iike a normal withdrawal slip
(d) 45 days credit is given to the card holder
(e) All the above

21. What is a stale cheque? **(IBPS Clerk 2011)**
(a) A cheque issued without drawer's signature
(b) A cheque with only signature of the drawer
(c) A cheque which has completed six months from its date of issue
(d) A six months post-dated cheque
(e) Anyone of these

22. Which of the following is not an electronic banking delivery channel? **(IBPS Clerk 2011)**
(a) Mobile Vans (b) Mobile Phone Banking
(c) Internet Banking (d) Tele Banking
(e) ATM

23. Savings bank accounts are opened by **(IBPS Clerk 2011)**
(a) Trading entities, manufacturing entities and individuals for savings purposes
(b) Traders and manufacturers for business purposes
(c) Individuals for savings purposes
(d) Limited companies and partnerships for savings purposes
(e) Cooperative banks for savings

24. What does the letter 'L' stands for in the term LAF commonly used in financial/economic news? **(IBPS Clerk 2011)**
(a) Liquidity (b) Least
(c) liabilities (d) Long
(e) Liquid

25. Which of the following terms is NOT used in banking/ finance? **(SBI Clerk 2012)**
(a) Public Debt
(b) Plasma
(c) Joint Venture
(d) Net Demand & Time Liability
(e) Treasury Bill

26. A type of fraud wherein criminals use an innocent person's details to open or use an account to carry out financial transactions is known as **(IBPS Clerk 2013)**
(a) identity theft (b) hacking
(c) money laundering (d) espionage
(e) phishing

27. What does the letter 'L' stands for in the term LAF commonly used in financial/economic news ? **(SBI Clerk 2014)**
(a) Liquidity (b) Least
(c) liabilities (d) Long
(e) Liquid

28. Bank branches which can undertake foreign exchange business directly are known as _________in foreign exchange. **(IBPS Clerk 2011)**
(a) Authorized dealers
(b) Foreign dealers
(c) Overseas branches
(d) Approved dealers
(e) Exchange branches

29. Which of the following types of accounts are known as 'Demat Accounts'? **(IBPS PO/MT 2011)**
(a) Accounts which are Zero Balance Accounts
(b) Accounts which are opened to facilitate repayment of a loan taken from the bank. No other business can be conducted from the bank. No other business can be conducted from there
(c) Accounts in which shares of various companies are traded in electronic form
(d) Accounts which are operated through internet banking facility
(e) None of these

30. With a view to facilitate payment of balance in the deposit account to the person named by the depositor without any hassles in the event of death of the account holder, the following facility was introduced for bank accounts in our country **(IBPS PO/MT 2011)**
(a) Will (b) Registration
(c) Nomination (d) Indemnity
(e) Guarantee

31. The ministry of Finance recently released a comprehensive paper on Govt. debt. Which of the following is/ are true about the same?
(A) The paper presents the road map for general debt to be raised by the Govt. of India during the period of 2011–2015 which is the period of the awards of the 13th Finance commission
(B) As per the estimates, the target debt in the terminal year 2014–15 will be lower than whatever recommended by the 13th Finance Commission.
(C) The paper has recommended that the Govt. should try to generate resources in such a way that. It does not have to depend much on debt. The total debt should not be more than rd of the total requirements. **(IBPS PO/MT 2011)**
(a) Only (A) (b) Only (B)
(c) Only (A) & (B) (d) Only (B) & (C)
(e) None of these

32. Which one of the following is not a 'Money Market Instrument' ? **(IBPS PO/MT 2012)**
(a) Treasury Bills (b) Commercial Paper
(c) Certificate of Deposit (d) Equity Shares
(e) None of these

33. Base Rate is the rate below which no Bank can allow their lending to anyone. Who sets up this 'Base Rate' for Banks?
(a) Individual Banks, Board **(IBPS PO/MT 2012)**
(b) Ministry of Commerce
(c) Ministry of Finance
(d) RBI

34. Finance Ministry has asked the Reserve Bank of India to allow common ATM's that will be owned and managed by non-banking entities hoping to cut transaction costs for banks. Such ATM's are known as __________. **(IBPS PO/MT 2012)**
(a) Black Label ATM's
(b) off site ATM's
(c) on site ATM's or red ATM's
(d) third party ATM's
(e) white label ATM's

35. Interest below which a bank is not expected to lend to customers is known as _____________. **(SBI PO 2013)**
(a) Deposit Rate (b) Base Rate
(c) Prime Lending Rate (d) Bank Rate
(e) Discount Rate

36. With effect from July 1, 2012, for calculation of lending rates, the Reserve Bank of India has advised banks to switch over to the **(IBPS PO/MT 2013)**
(a) MSF Rate System (b) Reverse Repo Rate System
(c) Bank Rate System (d) Repo Rate System
(e) Base Rate System

37. The seed capital of Bhartiya Mahila Bank is **(IBPS PO/MT 2013)**
(a) ₹ 2000 crore (b) ₹ 1000 crore
(c) ₹ 4000 crore (d) ₹ 3000 crore
(e) None of these

38. What is the full form of EFT? **(IBPS PO/MT 2014)**
(a) Electric funds transfer
(b) Electronic finance transaction
(c) Electronics Fund Transfer
(d) Emergency fund transfer
(e) None of these

39. How RBI measured to liquidate the market? **(IBPS PO/MT 2014)**
(a) By Reverse Repo rate (b) By Repo rate
(c) By Cash Reserve Ratio (d) By Statutory liquidity ratio
(e) None of these

40. Cheque truncation can be done by? **(IBPS PO/MT 2014)**
(a) Using MICR data
(b) Sending cheque by speed post
(c) Using image processing
(d) Both (a) & (b)
(e) None of the above

41. Which account will not come under RBI's limitation of ATM Transaction? **(IBPS PO/MT 2014)**
(a) Current Deposits/Account
(b) Basics Savings Bank Deposit Account
(c) Recurring Deposit/Account
(d) Fixed Deposit/Account
(e) None of these

42. What is the alphanumeric code on cheques called ? **(SBI PO 2014)**
(a) RTGS (b) MICR
(c) IFSC (d) NEFT
(e) CC

43. How instrument is used by the Reserve Bank of India to control market liquidity? **(SBI PO 2014)**
(a) Repo rate
(b) Statutory Liquidity Ratio
(c) Marginal Adjustment Facility
(d) Reserve Repo Rate
(e) Only (a) and (d)

44. Which of the following assets can be mortgaged? **(IBPS Clerk 2011)**
(a) Stock
(b) Book Debts
(c) National Savings Certificates
(d) Shares
(e) Land and Building

45. 'Base Rate' in banks is **(IBPS Clerk 2011)**
(a) The rate of interest payable on demand deposits
(b) The rate of interest payable on fixed deposits
(c) The rate of interest charged by RBI on long-term borrowings of public sector banks
(d) minimum lending rate decided by the RBI which shall be adopted by all public sector banks
(e) The minimum interest rate fixed by individual banks below which they cannot lend funds, except cases like Govts-sponsored scheme

46. A saving bank deposit account is one where **(IBPS Clerk 2011)**
(a) the deposits are made only once in a year
(b) amounts are deposited and are withdrawn as per the requirement of the customers
(c) Periodical Fixed amounts are deposited monthwise and withdrawal are allowed after a fixed period
(d) the deposits are made once in every month
(e) None of these

47. The most powerful tool used by the Reserve Bank of India to control inflation is to **(IBPS Clerk 2011)**
(a) raise interest rates
(b) reduce interest rates
(c) raise currency supply
(d) reduce currency supply
(e) raise interest rates and reduce currency supply

48. Non-performing Assets are the assets which have stopped giving **(IBPS Clerk 2011)**
(a) losses to a bank
(b) capital to a bank
(c) income to a bank
(d) income and expenses to a bank
(e) expenses to a bank

49. What is the Repo Rate? **(IBPS Clerk 2011)**
(a) It is the rate at which RBI sells government securities to banks.
(b) It is the rate at which RBI allows small loans in the market.
(c) It is the rate at which banks borrow money from the Reserve Bank of India.
(d) It is the rate which is offered by banks to their most valued customers or prime customers.
(e) None of these

50. 'Nomination' for a deposit account in the bank means **(IBPS Clerk 2011)**
(a) mandate given by the close relative/s of the depositor to settle the death claim in case of death of the depositor.
(b) mandate decided by the bank to settle the death claim of its depositor.
(c) mandate of the depositor in favour of one or more persons to claim the amount on death of the depositor.
(d) mandate of the depositor in favour of a close relative who can claim the amount on death of the depositor.
(e) court order instructing the banks to settle the death claim of its depositor.

51. For using safe deposit locker facilities, bank customers pay **(IBPS Clerk 2011)**
(a) commission on locker
(b) interest on locker
(c) rent on locker
(d) exchange on locker
(e) safe custody charges

52. Which of the following is a Credit Card Association? **(IBPS Clerk 2011)**
(a) India Card (b) Master Card
(c) SBI Cards (d) Citi Bank Cards
(e) BOB Card

53. The rate at which the domestic currency can be converted into foreign currency and vice versa is known as **(IBPS Clerk 2011)**
(a) Exchange rate
(b) MIBOR
(c) Inter-bank Call money rate
(d) Base rate
(e) LIBOR

54. Which of the following represents correct meaning of **REPORATE?** **(IBPS Clerk 2011)**
(a) Rate on which RBI sells Government Securities to Banks
(b) Rate for borrowing rupees by banks from RBI
(c) Rate offered by banks to their prime customers
(d) Rate applicable for grant of priority sector loans
(e) None of these

55. Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) are terms most closely related to which of the following industries/markets? **(IBPS Clerk 2011)**
(a) Capital market
(b) Banking industry
(c) Commodities market
(d) Money Market
(e) Mutual fund industry

56. The Head of the Reserve Bank of India is officially known as **(IBPS Clerk 2012)**
(a) President of RBI
(b) Chief Executive of RBI
(c) Managing Director (MD) of RBI
(d) Executive Director of RBI
(e) Governor of RBI

57. The seed capital of Bhartiya Mahila Bank is **(IBPS Clerk 2013)**
(a) ₹ 2000 crore (b) ₹ 1000 crore
(c) ₹ 4000 crore (d) ₹ 3000 crore
(e) None of these

58. Which of the following is NOT a source of funds of a commercial bank? **(IBPS Clerk 2011)**
(a) Capital
(b) Borrowings from RBI
(c) Call money borrowings
(d) Deposits
(e) Cash reserves with RBI

59. Reserves which can act as a liquidity buffer for commercial banks during crisis times are **(IBPS Clerk 2011)**
(a) CAR (b) CRR
(c) CAR and CRR (d) CRR and SLR
(e) SLR

60. KYC stands for **(IBPS Clerk 2011)**
(a) Know Your Company (b) Know Your Customer
(c) Know Your Currency (d) Know Your Creditors
(e) None of these

61. NPA in banking terminology denotes **(IBPS Clerk 2011)**
(a) New Para-banking Assets
(b) Net Profitable Assets
(c) Net Performing Assets
(d) Non-Performing Assets
(e) New Pension Act

62. Which of the following categories of advance accounts is not an NPA? **(IBPS Clerk 2011)**
(a) Standard account (b) Substandard account
(c) Doubtful account (d) Loss account
(e) All the above

63. The Head of the Reserve Bank of India is officially known as **(SBI Clerk 2014)**
(a) President of RBI
(b) Chief Executive of RBI
(c) Managing Director (MD) of RBI
(d) Executive Director of RBI
(e) Governor of RBI

64. In the Balance of Payment (BOP), the transfer of payment is included in which of the following ? **(SBI PO 2015)**
(a) Current Account
(b) Capital Account
(c) Savings Accounts under Govt. Schemes
(d) Official Reserve Accounts
(e) All of them

65. NABARD (National Bank for Agriculture and Rural Development) established JLG to extract the productive capability from rural population. JLG stands for ? **(SBI PO Main 2015)**
(a) Junior Link Group (b) Join Life Group
(c) Joint Line Group (d) Joint Liability Group
(e) None of these

66. Many a times, we read in newspaper that the RBI has revised certain rates/ratios under LAF. What is full form of LAF? **(IBPS PO Mains 2015)**
(a) Legal Adjustment Facility
(b) Liquidity Adjustment Facility
(c) Longterm Achievement Facility
(d) Legal Adjustment Formality
(e) None of these

67. RuPay is launched by **(IBPS PO Main 2015)**
(a) RBI (b) Finance Ministry
(c) SBI (d) NPCI
(e) None of these

68. Base rate is the rate below which no bank can allow their lending to anyone. Who set up this base rate for banks? **(IBPS PO Main 2015)**
(a) Individual Banks Boards
(b) Ministry of Commerce
(c) Ministry of Finance
(d) RBI
(e) Interest Rate Commission of India

69. Mobile Money Identification Number (MMID) is a ________ digit number of which the first four digits are the unique identification number of the bank offering Immediate Payment Service (IMPS). **(SBI PO Main 2016)**
(a) Seven (b) Thirteen
(c) Eleven (d) Nine
(e) None of these

70. Basic Savings Bank Deposit Account (BSBDA) is a Zero Balance Savings Account that takes care of your simple banking needs with Free ATM card, monthly statement, and cheque book. How much amount has withdrawal and transfer limit under BSBDA? **(SBI PO Main 2016)**
(a) ₹ 1,00,000 per month (b) ₹ 20,000 per month
(c) ₹ 50,000 per year (d) ₹ 10,000 per month
(e) No Limit

71. What is Cash Reserve Ratio? **(IBPS PO Main 2016)**
(a) Deposits of banks in government securities
(b) Rate at which banks borrow funds from the RBI
(c) Deposits (as cash) which banks have to keep/maintain with the RBI
(d) Rate at which RBI borrows money from the banks
(e) Rate at which RBI borrows money from the government

72. _________ is a system that powers multiple bank accounts into a single mobile application (of any participating bank), merging several banking features, seamless fund routing & merchant payments into one hood. **(SBI PO Main 2016)**
(a) Real-time gross settlement systems (RTGS)
(b) Electronic Funds Transfer at Point of Sale (EFTPOS)
(c) Bharat Bill Payment System (BBPS)
(d) Unified Payments Interface (UPI)
(e) None of these

73. Cash Reserve Ratio (CRR) is a specified minimum fraction of the total deposits of customers, which commercial banks have to hold as reserves either in cash or as deposits with the central bank. CRR is set according to the guidelines of the central bank of a country. CRR controls- **(SBI PO Main 2016)**
(a) It cheaper for banks to borrow money
(b) Is a tool, which central bank uses for short-term purposes
(c) Greater control to the central bank over money supply
(d) Marking a shift from earlier method of calibrating various policy rates separately
(e) None of these

74. In which form is the Cash Reserve Ratio (CRR) to be maintained with the Reserve Bank of India ? **(IBPS Clerk 2013)**
(a) Minimum cash reserves (b) Gold
(c) Approved Securities (d) Both (a) and (b)
(e) All of the above

75. Which of the following does not constitute an asset on the Balance sheet of a company ? **(IBPS Clerk 2013)**
(a) Cash (b) Amounts receivable
(c) Tools and equipment (d) Capital stock
(e) All of these

76. Which of the following is correct regarding the Statutory Liquidity ratio (SLR)? **(IBPS Clerk 2013)**
(a) It restricts commercial bank's leverage in pumping more money into the economy
(b) It is maintained only in form of cash
(c) It controls liquidity in banking system
(d) It does not ensure the solvency of commercial banks
(e) None of these

77. A _______ is a negotiable financial instrument issued by a bank to represent a foreign company's publicly traded securities. **(SBI PO Main 2017)**
(a) Participatory notes (b) Cross-linked stock
(c) Buyer's credit (d) Depository receipt
(e) None of these

78. When the signature of the drawer of a cheque is not genuine, such a cheque is called **(SBI PO Main 2017)**
(a) Cross Cheque (b) Stale cheque
(c) Forged cheque (d) Postdatedcheque
(e) None of these

79. The center has done away with sub-limits for foreign investments in Indian companies. Which of the following will not be considered a foreign investment in an Indian firm? **(SBI PO Main 2017)**
(a) Foreign Portfolio Investors (FPIs)
(b) Qualified Foreign Investors (QFIs)
(c) Non-Resident Indians (NRIs)
(d) Depository Receipts (DRs)
(e) None of these

80. A cheque is considered as stale when it has been in circulation for **(SBI PO Main 2017)**
(a) More than forty eight hours
(b) More than one year
(c) More than six months unless otherwise specified
(d) More than three months
(e) None of these

81. Truncation of cheques means **(SBI PO Main 2017)**
(a) Scanning of the cheques and transmission of electronic image instead of physical cheque in the clearing cycle
(b) Debiting of drawer's account through internet
(c) Both of the above
(d) None of the above
(e) (a) or (b)

82. What is the term for the conversion of existing assets or future cash flows into marketable securities? **(IBPS RRB Main 2017)**
(a) Dematerialization (b) Securitization
(c) Underwriting (d) Monetization
(e) Hedging

83. Which of the following is an unsecured money market instrument ? **(IBPS RRB Main 2017)**
(a) Treasury Bills (b) Certificates of Deposit
(c) Commercial Paper (d) Bankers' Acceptances
(e) All of these

84. Rupee coins are the legal tender in India under the provisions of **(IBPS RRB Main 2017)**
(a) Indian coinage Act, 1906
(b) Reserve Bank of India Act, 1934
(c) Negotiable instruments Act, 1881
(d) Banking Regulation Act, 1949
(e) None of these

85. In India, the system of decimal coinage was introduced on… **(IBPS RRB Main 2017)**
(a) 26th Jan. 1949 (b) 1st April, 1957
(c) 15th August, 1957 (d) All of the above
(e) None of these

86. Reverse Repo is a tool used by RBI to…… **(IBPS RRB Main 2017)**
(a) Increase liquidity of banking system
(b) Absorb liquidity
(c) Inject liquidity
(d) Keep the liquidity a one level
(e) None of these

87. Which of the following banks has launched its Multi Option Payment Acceptance Device (MOPAD) for digital payments? **(IBPS PO Main 2018)**
(a) Axis Bank (b) State Bank of India
(c) Punjab National Bank (d) ICICI Bank
(e) Bank of Baroda

88. The Monetary Policy Committee (MPC) of India is responsible for fixing the benchmark interest rate in India. Who is not in MPC? **(IBPS RRB Asst. Main 2018)**
(a) Urjit R Patel (b) Arun Jaitley
(c) Viral V Acharya (d) Michael Debabrata Patra
(e) Ravindra H Dholakia

89. YONO (You Only Need One) app is launched by which of the following? **(SBI PO Main 2018)**
(a) ICICI Bank (b) Bank of Baroda
(c) PNB (d) SBI
(e) HDFC Bank

90. Truncated Cheques come under which act? **(RBI Grade-B 2018)**
(a) Negotiable Instruments Act, 1881
(b) Negotiable Instruments Act, 1901
(c) Negotiable Instruments Act, 1867
(d) Negotiable Instruments Act, 1884
(e) None of these

91. Who among the following is the chairman of Indian Banks' Association (IBA) which was formed as a representative body of management of banking in India? **(IBPS Clerk Main 2019)**
(a) Jatinder Bir Singh (b) Dinabandhu Mohapatra
(c) Sunil Mehta (d) Rajnish Kumar
(e) Chanda Kochhar

92. For how long the cheques, Drafts, Pay Orders and Banker's Cheques are valid from the date of instrument? **(IBPS Clerk Main 2019)**
(a) 4 months (b) 1 months
(c) 6 months (d) 3 months
(e) 5 months

93. Which bank has partnered with Srei Equipment Finance Limited to offer loans to MSMEs and retail customers under a co-lending arrangement? **(IBPS PO Main-2019)**
(a) Punjab National bank (b) State Bank of India
(c) Corporation Bank (d) United Bank of India
(e) Axis Bank

94. Which of the following three year roadmap finalized by The Reserve Bank of India (RBI) to improve regulation and supervision, among other functions of the central bank? **(SBI PO Main-2019)**
(a) Utkarsh 2021 (b) Utkarsh 2022
(c) Utkarsh 2023 (d) Utkarsh 2024
(e) Utkarsh 2025

95. Full form of "MANI" app launched by RBI **(IBPS Clerk Main-2020)**
(a) Mobile Application Note Identifier
(b) Mobile Aided Note Identifier
(c) Mobile Aided Number Identity
(d) Mobile App Note Identity
(e) Mobile Apps No Identifier

96. What is the Full form of M in MDR? **(IBPS Clerk Main-2020)**
(a) Merchant (b) Money
(c) Merchant (d) Mechanism
(e) None of these

Answers & Explanations

1. (c) 2. (e) 3. (d) 4. (b) 5. (d) 6. (c)
7. (b) Structured Financial Messaging System (SFMS), launched in December 2001, is used practically for all purposes of secure communication within the bank and between banks. The intra-bank part of SFMS can be used by the banks for secure messaging facility it provides.
8. (c) The Middle Level Management consists of the Departmental Heads (HOD), Branch Managers, and the Junior Executives. The Departmental heads are Finance Managers, Purchase Managers, etc. The Branch Managers are the head of a branch or local unit. The lower level management consists of the Foremen and the Supervisors.
9. (b) 10. (d) 11. (a) 12. (a) 13. (c) 14. (c)
15. (b) 16. (a) 17. (e) 18. (e) 19. (b) 20. (d)
21. (c) 22. (a) 23. (c) 24. (a)
25. (b) **Plasma** is a state of matter similar to gas in which a certain portion of the particles are ionized.
26. (e) 27. (a) 28. (a) 29. (c) 30. (c) 31. (b)
32. (d) 33. (d) 34. (e)
35. (b) The Base Rate is the minimum interest rate of a Bank below which it cannot lend, except in cases allowed by the Reserve Bank of India. The Base Rate system replaced the Benchmark Prime Lending Rate (BPLR system) with effect from July 1, 2010.
36. (e) 37. (b) 38. (c) 39. (b) 40. (d) 41. (b)
42. (c) The Indian Financial System Code (IFSC) is an alphanumeric code that uniquely identifies a bank-branch participating in the two main electronic funds settlement systems in India: the real time gross settlement (RTGS) and the national electronic funds transfer (NEFT) systems.
43. (e) Repo rate is the rate at which the central bank of a country (RBI in case of India) lends money to commercial banks in the event of any shortfall of funds, thereby controlling liquidity. Repo rate is used by monetary authorities to control inflation. Repo and reverse repo rates form a part of the liquidity adjustment facility.
44. (e) 45. (e) 46. (b) 47. (a) 48. (c) 49. (c)
50. (d) 51. (c) 52. (b) 53. (a) 54. (b) 55. (b)
56. (e) 57. (b) 58. (e) 59. (d) 60. (b) 61. (d)
62. (a) 63. (e) 64. (a) 65. (d) 66. (b) 67. (d)
68. (a) 69. (a) 70. (d) 71. (c) 72. (d) 73. (c)
74. (a) 75. (d) 76. (a) 77. (d) 78. (c) 79. (e)
80. (d) 81. (a)
82. (b) Securitization is the process of conversion or existing assets or future cash flows into marketable securities. In other words, it deals with the conversion of assets, which are not marketable, into marketable ones. For the purpose of distinction, the conversion of existing assets into marketable securities is known as asset-backed securitization and the conversion of future cash flows into marketable securities is known as future-flows securitization.
83. (c) Commercial paper refers to unsecured short-term promissory notes issued by financial and nonfinancial corporations. It is typically issued by large. credit-worthy corporations with unused lines of bank credit and therefore carries low default risk. Unlike some other types of money market instruments, in which banks act as intermediaries between buyers and sellers, commercial paper is issued directly by well-established companies, as well as by financial institutions.
84. (a) 85. (b) 86. (b)
87. (b) SBI launched a payments machine that would help merchants eliminate the multiple choices that they keep to facilitate transactions from cards to QR code based payments.
88. (b) Finance Minister Arun Jaitley is not in MPC.
89. (d)
90. (a) Negotiable Instruments Act, 1881
91. (c) Punjab National Bank (PNB's) managing director and chief executive, Sunil Mehta was elected as new chairman of Indian Banks Association (IBA) for year 2018-19. Bank of India's managing director and chief executive Dina Bandhu Mohapatra was elected as the deputy chairman.
92. (d) In exercise of the powers conferred by Section 35A of the Banking Regulation Act, 1949, Reserve Bank of India directs that with effect from April 1, 2012, banks should not make payment of cheques/drafts/pay orders/banker's cheques bearing that date or any subsequent date, if they are presented beyond the period of three months from the date of such instrument.
93. (d) Srei Equipment Finance Limited has partnered with United Bank of India to offer loans to MSMEs and retail customers under a co-lending arrangement. The NBFC and the bank jointly organised 'Loan Utsavs' across 20 cities.
94. (b) The Reserve Bank of India (RBI) board has finalised a three- year roadmap to improve regulation and supervision, among other functions of the central bank. This medium term strategy is named as Utkarsh 2022. The "Three year Roadmap" of the RBI is in-line with the Global standards of the central bank's plan, to strengthen the regulatory and supervisory mechanisms.
95. (b) The Reserve Bank of India (RBI) Governor Shaktikanta Das launched a mobile application called 'Mobile Aided Note Identifier' (MANI) to aid visually challenged persons in identifying the denomination of currency notes. The application is free and can be downloaded from the Android Play Store and iOS App Store without any charges or payment.
96. (a) The merchant discount rate (MDR) is the rate charged to a merchant for payment processing services on debit and credit card transactions. The merchant must set up this service and agree to the rate prior to accepting debit and credit cards as payment.