

Quiz Date: 10th May 2020

Q1. Which of the following organisations is known as the market regulator in India?

- (a) IBA
- (b) SEBI
- (c) AMFI
- (d) NSDL
- (e) None of the above

Q2. The Holidays for the Banks are declared as per _____.

- (a) Reserve Bank Act
- (b) Banking Regulation Act
- (c) Negotiable Instruments Act
- (d) Securities and Exchange Board of India Act
- (e) Companies Act

Q3. Which of the following is not a function of the RBI?

- (a) Maintaining Forex
- (b) Deciding Bank Rate, CRR and SLR from time to time
- (c) Opening Savings Accounts for general public
- (d) Prescribing the Capital Adequacy Ratio
- (e) Currency Management

Q4. Ten-rupee notes contain the signature of _____.

- (a) Finance Secretary, GOI
- (b) Chairman, State Bank of India
- (c) Governor, Reserve Bank of India
- (d) Finance Minister, GOI
- (e) Prime Minister

Q5. Banking Sector will fall under which of the following?

- (a) Agricultural Sector
- (b) Service Sector
- (c) Manufacturing Sector
- (d) Industrial Sector
- (e) None of the above

Q6. What is the full form of 'FINO' - a term we see frequently in financial newspapers?

- (a) Financial Investment Network and Operations
- (b) Financial Inclusion Network and Operations
- (c) Farmers' Investment in National Organization
- (d) Farmers' Inclusion News and Operations
- (e) None of the above

Q7. What is the full form of KYC?

- (a) Know Your Company
- (b) Know Your Customer
- (c) Know Your Custodian
- (d) Know Your Current-Account
- (e) None of the above



Q8. Usually, the validity period of an Income Tax Refund order is?

- (a) 1 months
- (b) 2 months
- (c) 3 months
- (d) 6 months
- (e) None of the above

Q9. What is the full of UNCTAD?

- (a) United Nations Conference on Trade and Dealing
- (b) Unity National Conference on Trade and Development
- (c) United Nations Conference on Trade and Development
- (d) Unique Nations Conference on Trade and Development
- (e) None of the above

Q10. What is the full form of PMLA?

- (a) Provision of Money Laundering Act
- (b) Prevention of Money Laundering Act
- (c) Prescription of Money Laundering Act
- (d) Proposition of Money Laundering Act
- (e) None of the above

Q11. Who is responsible for minting coins in India, and under which act?

- (a) RBI, Coinage Act
- (b) RBI, RBI Act
- (c) Government of India, Coinage Act
- (d) Government of India, Banking Regulation Act

(e) None of the above

Q12. Which of the following instrument can be issued by any corporate?

- (a) Certificate of Deposits (CDs)
- (b) Inter-Corporate Deposits (ICDs)
- (c) Commercial Papers (CPs)
- (d) Gilt-edged securities
- (e) None of the above

Q13. What is the meaning of “Multi-currency basket”?

- (a) A number of international currencies to which the value of SDRs is linked
- (b) Selected international currencies to which the value of Asian Monetary Unit is linked
- (c) No. of major international currencies to which the external value of the Indian rupee is linked
- (d) The name given to a group of West European currencies.
- (e) None of the above

Q14. What is the meaning of “Hot money” means?

- (a) Money earned through illegal transactions
- (b) Money earned through speculative transactions
- (c) Money used to hoard scarce commodities
- (d) Capital which is frequently transferred between financial institutions in an attempt to maximize interest or capital gain
- (e) None of the above

Q15. Repo borrowings by commercial banks from RBI generally have a tenure of -

- (a) 1 day to 30 days
- (b) 1 day to 90 days
- (c) 1 day to 180 days
- (d) 1 day to 365 days
- (e) None of the above

Solutions

S1. Ans.(b)

Sol. The Securities and Exchange Board of India is the regulator of the securities and commodity market in India owned by the Government of India. It was established in 1988 and given Statutory Powers on 30 January 1992 through the SEBI Act, 1992.

S2. Ans.(c)

Sol. The bank holidays are declared by central/state governments/union territories under the Negotiable Instruments (NI) Act, 1881.

S3. Ans.(c)

Sol. Opening Savings Accounts for general public is not a function of the Reserve Bank of India.

S4. Ans.(c)

Sol. The ₹10 banknote of the Mahatma Gandhi Series is 137 × 63 mm Orange-violet coloured, with the obverse side featuring a portrait of Mahatma Gandhi with a signature of the governor of Reserve Bank of India.

S5. Ans.(b)

Sol. The banking sector is an industry and a section of the economy devoted to the holding of financial assets for others and investing those financial assets as a leveraged way to create more wealth. It will fall under Service Sector.

S6. Ans.(b)

Sol. Financial Inclusion Network and Operations (FINO), based in the financial capital of India, is an integrated technology platform and delivery channel, enabling sourcing and servicing micro customers on a large scale.

S7. Ans.(b)

Sol. KYC stands for Know Your Customer. It is a process followed by a financial institution or an entity to collect the details to establish the identity of a client. KYC process was introduced by Reserve Bank of India (RBI) to prevent financial frauds like money laundering, identity theft and illegal transactions.

S8. Ans.(c)

Sol. The refund order issued by the Income-tax department is valid for a period of 90 days or 3 Months.

S9. Ans.(c)

Sol. The United Nations Conference on Trade and Development (UNCTAD) was established in 1964 as a permanent intergovernmental body.

S10. Ans.(b)

Sol. Prevention of Money Laundering Act, 2002 is an Act of the Parliament of India enacted by the NDA government to prevent money-laundering and to provide for confiscation of property derived from money-laundering.

S11. Ans.(c)

Sol. Under The Coinage Act, 1906, the Government of India is charged with the production and supply of coins to the Reserve Bank of India (RBI).

S12. Ans.(b)

Sol. Inter-Corporate Deposits (ICDs) is the instrument can be issued by any corporate.

S13. Ans.(c)

Sol. Multi-currency basket means, when number of major international currencies to which the external value of the Indian rupee is linked.

S14. Ans.(c)

Sol. Money used to hoard scarce commodities is called "Hot Money".

S15. Ans.(b)

Sol. Repo borrowings by commercial banks from RBI generally have a tenure of 1 day to 90 days.

