

Financial Awareness Previous Year Questions

1. Which of the following are functions of foreign bank?

- a. remitting money from one country to another.
- b. discounting of foreign bills.
- c. buying and selling of metals.
- d. helping in import and export trade.

- i. only a and b
- ii. b and c
- iii. a b and c
- iv all of the above.

2. What does the M in M-banking stands for?

- a. money
- b. marginal
- c. message
- d. mutual fund
- e. mobile

3. Section 14 of banking regulations act 1949 deals with:-

- a. prohibition of a banking company form creating a charge upon anu unpaid capital of the company.
- b. system of licensing of banks by RBI
- c. regarding holidays of the bank
- d. none of the above.

4. As per which act, holidays are provided in the banks?

- a. RBI act
- b. Banking regulation act
- c. As per orders of govt.
- d. Banking nationalization act

5. World investment report is published by?

- a. UNDP
- b. World bank
- c. IMF
- d. UNCTAD

6. Which of the following schemes are not meant for investment purposes?

- a. national saving certificate
- b. mutual funds
- c. infrastructure bonds
- d. letter of credit
- e. none of the above

7. What was the purpose of setting up Narsimhan committee-2?

- a. efficiency and productivity of financial institution
- b. banking reform process
- c. export of it sector
- d. fiscal reform process

8. Merchant banking in India is governed by:-

- a. SEBI
- b. RBI
- c. IRDA
- d. ministry of finance

9. Money laundering means:-

- a. hiding of income source mainly to avoid income tax
- b. money acquired through criminal sources.
- c. money acquired from undisclosed foreign sources.
- d. process of conversion of money obtained illegally to appear to have originated from legitimate sources.

10. If you wish to purchase US dollars to travel abroad, you will approach:-

- a. ministry of finance
- b. US embassy
- c. any bank branch authorized for such activity
- d. RBI
- e. external affairs ministry.

11. What defines commercial paper?

- a. long term debt issued by private corporations.
- b. short term and unsecured promissory notes issued by corporations with very high credit rating standings. <https://www.freshersnow.com/previous-year-question-papers/>
- c. savings instrument in which funds must remain on deposit for a specified period
- d. a and c

12. Mortgage is a :-

- a. security on movable property for a loan given by a bank.
- b. security on immovable property for a loan given by a bank.
- c. facility on immovable property for a loan given by bank.
- d. any security given for loan purposes.

13. The special importance of banks among financial institutions comes from:-

- a. their large and heavy transactions.
- b. their positions as suppliers of money.
- c. their power to create money
- d. their influence on the economy.

14. Which of the following will be termed as cross selling by banks?

- i. sale of a debit card to a credit card holder
- ii. sale of insurance policy to a depositor
- iii. insurance of cash against cheque presented by a third party.

- a. only i
- b. i and ii
- c. ii and iii
- d. all of the above.

15. In the context with investment what are A, AA+ and AAA+?

- a. stock exchange index
- b. credit ratings
- c. market stability index
- d. profit equity index.

16. largest shareholder of a nationalized bank is:-

- a. RBI
- b. NABARD
- c. Govt. of India
- d. ministry of finance

17. Payment of a cheque cannot be made on a cash counter of the bank if the cheque is:-

- a. bearer
- b. cross
- c. order
- d. all of the above.

18. for resolving the complaints of customers, ombudsman charges:-

- a. charges Rs. 500
- b. charges Rs. 1000
- C. charge of Rs. 100 deducted from bank account
- d. does not charge any fees.

19. The total number of stock exchanges in India is:-

- a. 21
- b. 22
- c. 23
- d. 24

20. Committee related with the merger of RRbs with their sponsor bank is:-

- a. Khusro committee
- b. khan committee
- c. malegam committee
- d. narsimhan committee.

21. The government wants to provide public sector banks "right to passage". What is right to passage?

- a. the banks can raise equity capital through rights issue.
- b. the banks can seize the hypothecated goods.
- c. the banks can raise tier 1 capital.
- d. the banks can issue various bonds

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23. A saving bank account becomes dormant or inoperative if there is no operation in the account for the last:-

- a. 1 year
- b. 8 months
- c. 6 months
- d. 2 years.

24. If a customer does not get satisfactory responses from the bank regarding his complaint he can approach the banking ombudsman within in how much time?

- a. 15 days
- b. 10 days
- c. 1 month
- d. 2 months.

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