

Banking & Finance-V (MCQ)

Q1. Validity of a revalidated draft is Months from the date of revalidation

- a. One
- b. Two
- c. Three
- d. Six

Q2. Agency commission rates for payment transactions in pension is Rs For each transaction.

- a. 60
- b. 65
- c. 55
- d. 50

Q3 What is the agency commission in case of PPF accounts for payment and receipts?

- a. Rs 45 per transaction and payment 9 paisa per Rs 100 turnover
- b. Rs 50 per transaction and payment 9 paisa per Rs 100 turnover
- c. Rs 45 per transaction and payment 10 paisa per Rs 100 turnover
- d. Rs 50 per transaction and payment 10 paisa per Rs 100 turnover

Q4. Except for the month of March, pension is to be paid on.....

- a. Last 4 working days of month
- b. Last 7 working days of month
- c. Last 10 working days of month
- d. Any time in a month

Q5. For the month of March pension is to be paid on....

- a. From 1st day of April or surely within 7th of April
- b. From 1st day of April
- c. surely within 7th of April
- d. none of above

Q6. All pensioners are required to submit life certificate in the monthevery year

- a. October
- b. November
- c. December
- d. January

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Q7. Family pension is payable to spouse (widower/widow) till his/her

- a. Death
- b. Remarriage
- c. Both
- d. None

Q8. Where non marriage certificate is required?

- a. Only in case of family pension as family pension will be stopped after the marriage of the family pension holder who can be widow, widower or unmarried daughter
- b. Only in case of family pension as family pension will be stopped after the marriage of the family pension holder who can be unmarried daughter
- c. Only in case of family pension as family pension will be stopped after the marriage of the family pension holder who can be widow
- d. None of above

Q9. In case of family pension, the nomination facility is....

- a. Compulsory
- b. Optional
- c. Not available
- d. Available

Q10. In case of defense/Civil pensioner who has become a non-resident, the pension will not be paid if he has changed nationality. So all nonresident pensioners has to submitevery year in the month of

- a. Nationality certificate ,April
- b. Life certificate, April
- c. Nationality certificate, March
- d. Life certificate, March

Qn->	1	2	3	4	5	6	7	8	9	10
Ans->	C	a	A	A	a	b	c	a	c	A

Q11. A bill of exchange drawn without any consideration is called an ...bill

- a. Accommodation
- b. Clean
- c. Sight
- d. None of the above

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Q12. Kite flying refers to

- a. Drawing accommodation bills to arrange funds
- b. Discounting of fake bills
- c. Hand delivery of bills
- d. None of the above

Q13. Account payee crossing is a direction to Bank

- a. Collecting bank
- b. Paying Bank
- c. Drawer
- d. None of the above

Q14. Who can open a crossing?

- a. Drawer
- b. Payee
- c. Both
- d. None

Q15. All dishonored cheques are to be returned to the customer withinhrs

- a. 24
- b. 12
- c. 6
- d. No limit

Q16. Cheques returned due to want of funds will be returned with the reason.....

- a. Insufficiency of funds
- b. Refer to drawer
- c. Not arranged for
- d. None of the above

Q17 What is the maximum amount that can be withdrawn by a cheque?

- a. Rs 100 Cr
- b. Rs 1000Cr
- c. Varies bank to bank
- d. No Such limit

Q18 Why bank take signature on the back side of a bearer cheque?

- a. Identify the person
- b. Acknowledgement of receipt
- c. KYC guidelines
- d. As a matter of practice

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Q19. The scanned image of a paper cheque along with the digital signature of the collecting bank is called

- a. E-cheque
- b. Scanned cheque
- c. Digital cheque
- d. Truncated cheque

Q 20. The validity period of a pay order is

- a. Three months
- b. Six months
- c. Twelve Months
- d. No Limit

Qn->	11	12	13	14	15	16	17	18	19	20
Ans->	A	a	A	A	a	a	d	b	a	A

Q21. In case of death of the safe deposit locker holder the nominee of a safe Deposit locker has to produce the following document to enable the bank to settle the claim:

- a. Will
- b. Succession Certificate
- c. Probate
- d. Death Certificate

Q22. A Cheque written in different language half in English, a part in Hindi and rest in vernacular language. Can the bank pay the same?

- a. Yes
- b. No
- c. Depends on manager discretionary
- d. Cheque is wrong

Q23. A Cheque is issued by a customer which has been received in clearing for payment. You have learnt from the newspaper that the drawer has been arrested for fraud related to share scam. Will you pay the cheque?

- a. Yes
- b. No
- c. Depends on manager discretionary
- d. None of the above

Q24. As per CTS 2010 each cheque will bear a water mark with the words

- a) CTS India

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- b) CTS Bank
- c) CTS 2010
- d) None of the above

Q25. CTS 2010 mandates for the following feature in a cheque:

- a. Field placement I cheque
- b. Banks logo printed in invisible ink
- c. CTS 2010 water mark
- d. All of these

Q26. As per RBI guidelines cheques to be routed through the CTS clearing will not be entertained if they bear alteration in theof the cheque

- a. Account
- b. Amount
- c. Name
- d. Signature

Q27. Sec 18 of the NI act provides that in case of a cheque the amount written in is the amount to be paid?

- a. words
- b. Amount
- c. Whichever is less
- d. None of the above

Q28. The amount written in words is called the amount .The amount written in figure is called theamount.

- a. Legal amount and courtesy amount
- b. courtesy amount and legal amount
- c. both legal amount
- d. both courtesy amount

Q29. Which act provides that a cheque is valid for three months?

- a. RBI guidelines
- b. NI Act
- c. As per individual bank
- d. None of the above

Q30. As per RBI guidelines all banks are required to issue cheques /Drafts/banker Cheques with effect from April 1st, 2012 valid for a period of

- a. Three Months
- b. No such stipulation
- c. Two months
- d. One month

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Qn->	21	22	23	24	25	26	27	28	29	30
Ans->	D	a	A	A	d	b	a	a	a	A

Q31. The commuted portion of the pension gets reinstated after a period of years from the date of credit of the commuted value of pension to the pensioners account.

- a. 5
- b. 10
- c. 15
- d. 20

Q32. Transfer of pension from one PSB to another PSB in the same centre will

- a. Once maximum in a year
- b. allowed only after permission from the Govt sponsored
- c. Not be allowed
- d. Be allowed only after permission from the pension sanctioning authority]

Q33 What is the rate of agency commission receivable by banks from Govt for receipts in Govt transactions?

- a. Rs 25
- b. Rs 45
- c. Rs 60
- d. Rs 75

Q34 Which type of joint account can be opened in pension SB account?

- a. No joint account is allowed
- b. Only with spouse who is named as family pensioner
- c. Only with legal heirs
- d. Only spouse ,son or daughter

Q35 In case of excess payment of pension the excess payment is to be recovered from the future pension every month is%of the pension amount

- a. 50
- b. 25
- c. 33.33

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d. 60

Q36. Which type of joint account can be opened with spouse in pension SB account?

- a. Only joint operation
- b. Either or survivor a/c
- c. Former or survivor a/c
- d. b or c

Q37 What are the benefits available under scheme PPF account?

- a. Income tax benefit under sec 80C
- b. Balance cannot be attached by court order
- c. The account can be extended by five years at a time after completion of 15 years
- d. All the above

Q38. How many accounts a person can open under PPF scheme?

- a. 1
- b. 2
- c. 3
- d. No limit

Q39. Whether Non residents can open account under PPF scheme?

- a. Yes
- b. No
- c. No such guidelines
- d. After 15th July 2003 non residents are permitted to open account

Q40. All transactions relating to PPF by branches will be passed on to the credit of the account of GOI, through the ... of the bank at Nagpur and also reports of PPF account is to be sent to them.

- a. Link cell of Nagpur
- b. Service branches of bank at Nagpur
- c. Through any branch
- d. None of above

Qn->	31	32	33	34	35	36	37	38	39	40
Ans->	C	a	b	B	c	4	4	a	b	A

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Q41. The minimum period of deposit under this scheme is ... financial year extendable by financial years at a time

- a. 5 and 5 years
- b. 5 and 10 years
- c. 10 and 5 years
- d. 15 and 5 years

Q42. The minimum deposit to be made in PPF account in a financial year is Rs 500 p.a and maximum deposit allowed in a financial year is

- a. 50000
- b. 75000
- c. 100000
- d. 150000

Q43. What happens if the deposit in a FY exceeds Rs 1500000 in PPF account?

- a. The excess amount will not qualify as deposit to PPF and will be refunded without any interest
- b. The excess amount is not accepted by bank
- c. The excess amount is given interest for one time
- d. The excess amount will go to GOI

Q44. Which of the following can be permitted to open PPF account?

- a. HUF
- b. Individual in joint name
- c. Partnership firms
- d. None of above

Q45. The present rate of interest on the PPF deposit is ...payable on the minimum balance between and Of the month and will be credited at the end of the Rounded off to nearest rupee

- a. Various from year to year, 5th and last day of month, year
- b. Same, 5th and last day of month, year
- c. Various from year to year, 1st and last day of month, year
- d. Same, 1st and last day of month, year

Q46. In case of discontinuation of the account the account can be regularized on payment of fee of Rs 50 per the defaulted months and also minimum of Rs ... for each year defaulted.

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- a. 50
- b. 100
- c. 500
- d. No fine

Q47. In what circumstances the account can be pre-closed?

- a. Only on death of depositor
- b. Any time
- c. Cannot be pre closed
- d. On transfer of account

Q48 When the account holder is allowed to withdraw during the currency of the deposit and what is the maximum amount?

- a. Allowed only after 5 years from the end of the year in which the account was opened, amount allowed to be withdrawn is 50% of the balance at the end of the immediately preceding 4th year from the year of withdrawal or at the end of the preceding 4th year from the year of withdrawal or at the end of the preceding year whichever is lower.
- b. Allowed only after 3 years from the end of the year in which the account was opened, amount allowed to be withdrawn is 50% of the balance at the end of the immediately preceding 4th year from the year of withdrawal or at the end of the preceding 4th year from the year of withdrawal or at the end of the preceding year whichever is lower.
- c. Allowed only after 5 years from the end of the year in which the account was opened, amount allowed to be withdrawn is 90% of the balance at the end of the immediately preceding 4th year from the year of withdrawal or at the end of the preceding 4th year from the year of withdrawal or at the end of the preceding year whichever is lower.
- d. None of the above

Q49. If the PPF account is in joint names with a spouse, after the death of one of the account holder the account can be transferred in the name of

- a. Cannot be transferred
- b. Gets closed
- c. Spouse living
- d. PPF account in joint name not possible

Q50. The number of PPF account a person can open in the name of each of his minor child is

- a. Nil
- b. One

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- c. Two
- d. Three

Answer Sheet:

Qn->	1	2	3	4	5	6	7	8	9	10
Ans->	C	a	A	A	a	b	c	a	c	A
Qn->	11	12	13	14	15	16	17	18	19	20
Ans->	A	a	a	A	a	a	d	b	a	A
Qn->	21	22	23	24	25	26	27	28	29	30
Ans->	D	a	A	A	d	b	a	a	a	A
Qn->	31	32	33	34	35	36	37	38	39	40
Ans->	C	a	b	B	c	4	4	a	b	A
Qn->	41	42	43	44	45	46	47	48	49	50
Ans->	D	d	a	D	a	c	a	a	a	C