


# Multiple Choice Questions

1. **We should keep our savings with banks because**
  - a) It is safe
  - b) Earns interest
  - c) Can be withdrawn anytime
  - d) All of above
2. **Bank does not give loan against**
  - a) Gold Ornaments
  - b) LIC policy
  - c) Lottery ticket
  - d) NSC
3. **Bank having maximum number of branches in India**
  - a) Reserve Bank of India
  - b) State Bank of India
  - c) Punjab National Bank
  - d) Bank of Baroda
4. **100/- Rupee note is signed by**
  - a) Prime Minister
  - b) Finance Minister
  - c) RBI Governor
  - d) None of above
5. **ATM password should be kept in**
  - a) Personal diary
  - b) Office diary
  - c) Memory
  - d) All of above
6. **ATM password to be shared only with**
  - a) Spouse
  - b) Obedient son
  - c) Obedient daughter
  - d) None of above
7. **Nomination can be done in**
  - a) Savings Bank account
  - b) Recurring Deposit account
  - c) Fixed Deposit account
  - d) All of above
8. **Who is the present Governor of RBI?**
  - a) K.C. Chakrabarty
  - b) D K Mittal
  - c) Raghuram Rajan
  - d) Montek Singh Ahluwalia
9.  **is the logo of**
  - a) State Bank of India
  - b) Punjab National Bank
  - c) Bank of Baroda
  - d) None of above
10. **Minimum age required to open SB account in the bank**
  - a) 8 years
  - b) 10 years
  - c) 12 years
  - d) None of above
11. **Bank does not provide loans for**
  - a) Crop loans
  - b) Education loans
  - c) Home loans
  - d) Drinking & Gambling
12. **KYC means**
  - a) Know your customer
  - b) Know your character
  - c) Both of above
  - d) None of above
13. **Loans from money lenders are**
  - a) With High rate of interest
  - b) No proper accounting
  - c) No transparency
  - d) All of above

**14. ATM means**

- a) Any Time Money
- b) Auto Truck of Mahindra
- c) Automated Teller Machine
- d) None of above

**15. Timely repayment of loans results**

- a) Good reputation
- b) No tension
- c) Easily availability of loan in future
- d) All of above

**16. Defaulter of loan means**

- a) Not paying loan instalments
- b) Bad reputation
- c) Illegal activities
- d) None of above

**17. Life insurance means**

- a) Insurance of human
- b) Insurance of life of human and Cattle
- c) Insurance of Life of Machines
- d) All of above

**18. General Insurance relates to insurance against**

- a) Fire
- b) Theft
- c) Burglary
- d) All of above

**19. Aadhaar is**

- a) 12 digit number card
- b) Identity proof issued by UIDAI
- c) Both (a) & (b)
- d) None of above

**20. E or S means**

- a) East or South zone

- b) Easy and Swift
- c) Either or Survivor
- d) None of above

**21. Which is prohibited for writing on currency notes?**

- a) Political message
- b) Religious message
- c) Personal message
- d) All of above

**22. PPF means**

- a) Pension Planning Funds
- b) Person having Pension Facilities
- c) Public Provident Fund
- d) Permanent Practitioner's Forum

**23. Highest denomination of currency notes issued by RBI is**

- a) Rs.100/-
- b) Rs.500/-
- c) Rs.1,000/-
- d) Rs.10,000/-

**24. NRI means**

- a) Non Rural Individuals
- b) Non Rural Immigrants
- c) Non Resident Indian
- d) None of above

**25. PAN means**

- a) A kind of utensil
- b) Primary Account Number
- c) Permanent Account Number
- d) None of above

**26. Who is the present Chairman of State Bank of India?**

- a) Arundhati Bhattacharya
- b) O.P. Bhatt

- c) Pratip Chaudhuri  
d) Chanda Kochar
- 27. Bank provides loans for**  
a) Home  
b) Car  
c) Education  
d) All of above
- 28. Which currency note has security thread?**  
a) Rs.50/-  
b) Rs.100/-  
c) Rs.500/-  
d) All of above
- 29. The safest place for keeping money**  
a) A pit dug in the ground  
b) An iron box  
c) Bank  
d) Money lender
- 30. Gold and silver ornaments should be kept in bank lockers**  
a) It is safe  
b) No risk of theft  
c) Both (a) & (b)  
d) None of above
- 31. Currency notes are issued by**  
a) RBI  
b) NABARD  
c) Public sector banks  
d) Central Government
- 32. Coins are issued by**  
a) Government of India  
b) NABARD  
c) Public sector banks  
d) State Bank of India
- 33. Bank Pass Book is**  
a) Issued by Bank  
b) Contains transaction details of Bank account  
c) Shows balance in account  
d) All of above
- 34. Banks pays interest on**  
a) Deposits  
b) Loans  
c) Both (a) & (b)  
d) None of above
- 35. Bank charges interest on**  
a) Deposits  
b) Loans  
c) Both (a) & (b)  
d) None of above
- 36. Education Loans**  
a) Cover tuition fee & expenses  
b) Are repayable after completion of course  
c) Granted for studies in India & abroad  
d) All of above
- 37. Business Correspondent means**  
a) An agent who provides banking services  
b) An agent of business house  
c) A type of money lender  
d) None of above
- 38. Internet banking refers to**  
a) Operation of account through internet  
b) Opening of account through ATM  
c) Both (a) & (b)  
d) None of above

39. **Nomination once done can**  
 a) Not be cancelled  
 b) Be cancelled  
 c) Not be changed  
 d) None of above
40. **Who can open bank account?**  
 a) Indian citizen  
 b) Non Resident Indian  
 c) Illiterate  
 d) All of above
41. **PAN number is required for**  
 a) Deposits less than Rs.50,000/-  
 b) Deposits in excess of Rs.1 lac  
 c) Deposits Rs.50,000/- & above  
 d) All transactions
42. **TDS means**  
 a) Time Deposit Scheme  
 b) Total Deposit Scheme  
 c) Tax Deducted at Source  
 d) None of above
43. **Maximum amount of Cheque**  
 a) Rs.100 crore  
 b) No limit  
 c) Rs.1 crore  
 d) None of above
44. **Bank draft is issued by**  
 a) Private Sector Banks  
 b) Regional Rural Banks  
 c) Public Sector Banks  
 d) All of above
45. **Self Help Group involves**  
 a) Group of 5 to 20 people  
 b) Regular saving habits  
 c) Inter-lending within the group members  
 d) All of above
46. **Payment of cheque can be stopped by**  
 a) Beneficiary  
 b) Nominee  
 c) Drawer of cheque  
 d) All of above
47. **Account payee cheques can be paid**  
 a) At cash counter of Bank  
 b) At ATM  
 c) By deposit in Bank account  
 d) None of above
48. **In Recurring Deposits,**  
 a) a fixed sum is deposited every month  
 b) period of deposit is a fixed tenure  
 c) interest is paid at FDR rate  
 d) All of above
49. **While making nomination, signature of nominee is required on**  
 a) Account Opening Form  
 b) Nomination form  
 c) Affidavit  
 d) None of above
50. **Interest on Savings Bank Deposits is paid**  
 a) Every month  
 b) Quarterly  
 c) Half yearly  
 d) Yearly
51. **Mutilated notes**  
 a) should be burnt away  
 b) should be thrown away

- c) can be exchanged at Bank  
d) None of above
52. **ATM can be used for**  
a) Cash withdrawal  
b) Account enquiry  
c) Statement of account  
d) All of above
53. **Upon detection of a counterfeit note at the counter, Bank**  
a) Returns the note to the customer  
b) Exchange with a genuine Note  
c) Deposit in Account  
d) Impound the Note and issue receipt
54. **Fixed Deposit can**  
a) not be withdrawn before maturity  
b) paid only after maturity  
c) withdrawn before maturity  
d) All of above
55. **Interest on FDRs is compounded on**  
a) Monthly basis  
b) Quarterly basis  
c) Half yearly basis  
d) Yearly basis
56. **Contents of locker are**  
a) only known to hirer  
b) known to Bank  
c) Both (a) & (b)  
d) None of above
57. **If locker rent is not paid, Bank can**  
a) seal the locker  
b) stop operation of locker
- c) break open the locker after giving suitable notice  
d) All of above
58. **MGNREGS stands for**  
a) Mahatma Gandhi National Rural Employment Generation Scheme  
b) Mahatma Gandhi Nutrition & Rural Employment Generation Scheme  
c) Mahatma Gandhi National Rural Employment Guarantee Scheme  
d) None of above
59. **Maximum tenure of Fixed Deposit is**  
a) 5 years  
b) 7 years  
c) 8 years  
d) 10 years
60. **What is RuPay Debit Card?**  
a) Domestic debit card  
b) Introduced by National Payments Corporation of India  
c) Accepted at all ATMs & PoS machines  
d) All of above
61. **To whom Overdraft facility of Rs.5,000/- in PMJDY Account is available?**  
a) After 6 months of satisfactory conduct of account  
b) One account per household  
c) Customers in age group of 18-60 years  
d) All of above
62. **What is Direct Benefit Transfer?**

- a) Cash discount on goods
  - b) Remittance through Banks
  - c) Transfer of social benefits / subsidies directly in Bank accounts of beneficiaries
  - d) None of above
- 63. What is meant by Aadhaar seeding?**
- a) Linking of Aadhaar with Bank account
  - b) Duplicate issuance of Aadhaar
  - c) Transfer of Aadhaar
  - d) None of above
- 64. What are the benefits attached to PMJDY?**
- a) Accident insurance cover of Rs.1.00 lac
  - b) Life insurance cover of Rs.30,000/-
  - c) Overdraft facility up to Rs.5,000/-
  - d) All of above
- 65. Who can open an account under PMJDY?**
- a) Minor above the age of 10 years
  - b) Only lady of the house
  - c) Only head of the family
  - d) All of above
- 66. Who is Bank Mitra?**
- a) Banking Correspondents engaged by Banks
  - b) Valuable customer of Bank
  - c) Security guard in a branch
  - d) None of above
- 67. What is the maximum amount of deposits acceptable in Small accounts?**
- a) Rs.30,000/-
  - b) Rs.40,000/-
  - c) Rs.50,000/-
  - d) None of above
- 68. What kinds of services are available free in 'Basic Savings Bank Deposit Account'?**
- a) Receipt / credit of money through NEFT / RTGS
  - b) No annual maintenance charges on ATM-cum-Debit card
  - c) 4 withdrawals in a month (including ATM withdrawals)
  - d) All of above
- 69. What is the minimum deposit required while opening a BSBD Account?**
- a) Rs.100/-
  - b) No minimum deposit required
  - c) Rs.1,000/-
  - d) Rs.500/-
- 70. What is Atal Pension Yojana (APY)?**
- a) Provides social security to the unorganized sector
  - b) Encourages workers to voluntarily save for their retirement
  - c) Fixed pension is paid on attaining age of 60 years
  - d) All of above
- 71. What is Pradhan Mantri Suraksha Bima Yojana (PMSBY)?**
- a) Accidental insurance cover
  - b) Life insurance cover
  - c) Overdraft up to Rs.5,000/-
  - d) None of above

**72. What is Pradhan Mantri Jivan Jyoti Bima Yojana (PMJJBY)?**

- a) Covers life insurance up to Rs.2 lac
- b) Accident insurance cover
- c) Both (a) & (b)
- d) None of above

**73. Which type of deposits earns higher interest rate?**

- a) Current account
- b) Savings Account
- c) Fixed Deposits
- d) None of above

**74. Under PMSBY, accidental death claim is available for:**

- a) Rs.1 lac
- b) Rs.2 lac
- c) Rs.3 lac
- d) None of above

**75. What is validity period of cheque?**

- a) 4 months from date of issue
- b) 3 months from date of issue
- c) 1 month from date of issue
- d) Unlimited

**76. Under PMSBY, partial disability claim is available for:**

- a) Rs.50,000/-
- b) Rs.1 lac
- c) Rs.2 lac
- d) None of above

**77. Can illiterate person be issued Debit card?**

- a) No
- b) Yes
- c) Only in case of joint account
- d) Only in case he is head of family

**78. Under APY, fixed pension can be chosen from:**

- a) Rs.1,000/-, Rs.2,000/-, Rs.3,000/-, Rs.4,000/-, Rs.5,000/-
- b) Rs.2,000/-, Rs.3,000/-, Rs.4,000/-, Rs.5,000/-, Rs.6,000/-
- c) Rs.500/-, Rs.1,000/-, Rs.2,000/-, Rs.3,000/-, Rs.4,000/-
- d) None of above

**79. PMJDY LIC Insurance of Rs.30,000/- is available for first time accounts opened**

- a) On 15th August 2014
- b) On 26th January 2015
- c) Between 15th August 2014 and 26th January 2015
- d) None of above

**80. \_\_\_\_\_ are not covered under PMJDY Life Insurance Scheme of Rs.30,000/-**

- a) Employees of Central / State Govt. / Public Sector Undertakings / Banks
- b) Income Tax Payee
- c) Aam Aadmi Bima Yojana beneficiaries
- d) All of above

**Answer Key**

<b>Q.</b>	<b>A.</b>	<b>Q.</b>	<b>A.</b>	<b>Q.</b>	<b>A.</b>	<b>Q.</b>	<b>A.</b>
<b>1</b>	<b>d</b>	<b>21</b>	<b>d</b>	<b>41</b>	<b>c</b>	<b>61</b>	<b>d</b>
<b>2</b>	<b>c</b>	<b>22</b>	<b>c</b>	<b>42</b>	<b>c</b>	<b>62</b>	<b>c</b>
<b>3</b>	<b>b</b>	<b>23</b>	<b>c</b>	<b>43</b>	<b>b</b>	<b>63</b>	<b>a</b>
<b>4</b>	<b>c</b>	<b>24</b>	<b>c</b>	<b>44</b>	<b>d</b>	<b>64</b>	<b>d</b>
<b>5</b>	<b>c</b>	<b>25</b>	<b>c</b>	<b>45</b>	<b>d</b>	<b>65</b>	<b>d</b>
<b>6</b>	<b>d</b>	<b>26</b>	<b>a</b>	<b>46</b>	<b>c</b>	<b>66</b>	<b>a</b>
<b>7</b>	<b>d</b>	<b>27</b>	<b>d</b>	<b>47</b>	<b>c</b>	<b>67</b>	<b>c</b>
<b>8</b>	<b>c</b>	<b>28</b>	<b>d</b>	<b>48</b>	<b>d</b>	<b>68</b>	<b>d</b>
<b>9</b>	<b>a</b>	<b>29</b>	<b>c</b>	<b>49</b>	<b>d</b>	<b>69</b>	<b>b</b>
<b>10</b>	<b>b</b>	<b>30</b>	<b>c</b>	<b>50</b>	<b>c</b>	<b>70</b>	<b>d</b>
<b>11</b>	<b>d</b>	<b>31</b>	<b>a</b>	<b>51</b>	<b>c</b>	<b>71</b>	<b>a</b>
<b>12</b>	<b>a</b>	<b>32</b>	<b>a</b>	<b>52</b>	<b>d</b>	<b>72</b>	<b>a</b>
<b>13</b>	<b>d</b>	<b>33</b>	<b>d</b>	<b>53</b>	<b>d</b>	<b>73</b>	<b>c</b>
<b>14</b>	<b>c</b>	<b>34</b>	<b>a</b>	<b>54</b>	<b>c</b>	<b>74</b>	<b>b</b>
<b>15</b>	<b>d</b>	<b>35</b>	<b>b</b>	<b>55</b>	<b>b</b>	<b>75</b>	<b>b</b>
<b>16</b>	<b>a</b>	<b>36</b>	<b>d</b>	<b>56</b>	<b>a</b>	<b>76</b>	<b>b</b>
<b>17</b>	<b>a</b>	<b>37</b>	<b>a</b>	<b>57</b>	<b>d</b>	<b>77</b>	<b>b</b>
<b>18</b>	<b>d</b>	<b>38</b>	<b>a</b>	<b>58</b>	<b>c</b>	<b>78</b>	<b>a</b>
<b>19</b>	<b>c</b>	<b>39</b>	<b>b</b>	<b>59</b>	<b>d</b>	<b>79</b>	<b>c</b>
<b>20</b>	<b>c</b>	<b>40</b>	<b>d</b>	<b>60</b>	<b>d</b>	<b>80</b>	<b>d</b>