

Part	sub/obj	Marks	Question	Answer Option 1	Answer Option 2	Answer Option 3	Answer Option 4	Correct Answer (A/B/C/D)	CO	Bloom's Taxonomy Level
A	obj	1	A mutual fund has 30 million shares issued to investors. It currently has a market value of \$700 million. The fund's net asset value (NAV) is \$_____ per share	23.33	42.86	2.33	none of the above	A	CO3	L3
A	obj	1	The _____ the demand by banks to borrow federal funds relative to a small supply of excess funds available at other banks, the _____ the federal funds rate.	higher; higher	lower; higher	higher; lower	none of the above	A	CO2	L3
A	obj	1	Financial markets that facilitate the flow of long-term funds with maturities of more than one year are known as	money markets	capital markets	primary markets	secondary markets	B	CO1	L2
A	obj	1	_____ are not considered capital market securities.	Bonds	Mortgages	Retail CDs	Stocks	C	CO1	L2
A	obj	1	_____ are financial contracts whose values are obtained from the values of underlying assets.	Bonds	Mortgages	Derivatives	Stocks	C	CO1	L2
A	obj	1	In foreign Exchange markets, A bank's _____ quote is slightly higher than its _____ quote	ask; bid	bid; ask	ask; transaction	transaction; bid	A	CO2	L2
A	obj	1	_____ funds are the most dominant form of mutual fund.	Bonds	Money Market	Hybrid	Stocks	D	CO3	L2
A	obj	1	_____ funds are willing to repurchase the shares they sell from investors at any time.	Load	No Load	Open Ended	Close Ended	C	CO3	L2
A	obj	1	Who of the following is the regulatory authority for Capital markets ?	GIC	IRDA	RBI	SEBI	D	CO1	L2
A	obj	1	Who of the following is the regulatory authority for Money markets ?	GIC	IRDA	RBI	SEBI	C	CO1	L2
A	obj	1	_____ are not considered Money market securities	Bonds	Commercial Papers	Certificate of Deposits	Repos	A	CO1	L2
A	obj	1	Financial markets that facilitate the flow of short-term funds with maturities of less than one year are known as..	money markets	capital markets	primary markets	secondary markets	A	CO1	L2
A	obj	1	If a bank has \$100 million in rate-sensitive assets and \$150 million in rate-sensitive liabilities then	an increase in interest rates will reduce bank profits	a decrease in interest rates will reduce bank profits	interest rate changes will not impact bank profits	a decrease in interest rates will increase bank profits	A	CO2	L4
A	obj	1	If a bank has \$150 million in rate-sensitive assets and \$120 million in rate-sensitive liabilities then	an increase in interest rates will reduce bank profits	a decrease in interest rates will reduce bank profits	interest rate changes will not impact bank profits	a decrease in interest rates will increase bank profits	B	CO2	L4
A	obj	1	If a bank has \$120 million in rate-sensitive assets and \$120 million in rate-sensitive liabilities then	an increase in interest rates will reduce bank profits	a decrease in interest rates will reduce bank profits	interest rate changes will not impact bank profits	a decrease in interest rates will increase bank profits	C	CO2	L4
A	obj	1	Which of the following is not a source of funds for commercial banks?	Demand deposits	bonds issued by the bank	investment in securities	eurodollar borrowings	C	CO2	L2
A	obj	1	_____ deposits are deposits that cannot be withdrawn until a specified maturity date	Saving deposits	Time deposits	Money market	Current Account deposits	B	CO2	L2
A	obj	1	_____ are an obligation by a bank to provide a specified loan amount to a particular firm upon the firm's request.	Consumer loans	Standby letters of credit	Loan commitments	Forward contracts	C	CO2	L2

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A	obj	1	Most studies that assess mutual fund performance find that mutual funds	perform the market	perform the same as the market	underperform the market	none of the above	A	CO3	L2
A	obj	1	Nationalization of banks aimed at all of the following except	Removal of control by a few	Provision of control by a few	Provision of adequate credit for agriculture, small industry and export units	Encouragement of a new class of entrepreneur	B	CO2	L2
A	obj	1	The portion of total deposits of a commercial bank which it has to keep with RBI in the form of cash reserves is termed as	CRR	SLR	Bank Rate	Repo Rate	A	CO2	L2
A	obj	1	Real Time Gross Settlement (RTGS) is management by	State Bank of India	Reserve Bank of India	Indian Bank Association	Government of India	B	CO2	L2
A	obj	1	In order to control credit -	CRR should be increased and Bank Rate should be decreased	CRR should be decreased and Bank Rate should be decreased	CRR and Bank Rate should be increased	CRR should be decreased and Bank Rate should be increased	C	CO2	L2
A	obj	1	Which of the following statement is true	The currency notes issued by RBI are legal tender throughout the world.	The treasury bills are sold by the RBI for raising its working capital.	All commercial banks, including those owned by government, do not need a licence from the RBI to do banking business.	The RBI is a banker to both central and state governments	D	CO2	L2
A	obj	1	The short term money market comprise	The call money market	The inter bank deposit market	The bills re-discounting market	All of the above	D		L2
A	obj	1	Match the following List-I (a) Credit control (b) Corporate control (c) IPO control (d) ULIP control List-II I. MCA II. SEBI III. IRDA IV. RBI	(a -IV) (b-II) (c-III) (d-I)	(a-IV) (b-I) (c-II) (d-III)	(a-II) (b-III) (c-IV) (d-I)	(a-IV) (b-I) (c-III) (d-II)	B	CO1	L2
A	obj	1	The features of the commercial paper are	It is an unsecured instrument issued in the form of promissory note.	The highly rated corporate borrowers can raise short term funds through this instrument.	It is an additional instrument to the investing community.	All of the above	D	CO1	L2
A	obj	1	Which of the following is used for International Monetary Transfer?	RTGS	NEFT	SWIFT	None of these	C	CO1	L2
A	obj	1	What is OTP in credit card transaction?	Odd Transaction Password	Owner is Trading Pass code	One Time Password	One Time Pincode	C	CO2	L2
A	obj	1	Which of the following is not the fund based business of commercial banks?	Loan Commitment	Loans	Deposits	Depositing Bills	A	CO2	L3
A	obj	1	India has been witnessing high rate of inflation because	Public expenditure and money supply both are continuously increasing.	The agricultural and industrial sectors have not performed adequately.	Both agricultural and administered prices have been hiked.	All of the above	D	CO2	L4
A	obj	1	Which one among the following has not started commercial banking ?	SIDBI	IDBI	ICICI	UTI	A	CO2	L1
A	obj	1	Find out the odd one out of the following	State Bank of India	PNB	Bank of Baroda	Standard Chartard Bank	D	CO2	L2
A	obj	1	The most important reason for an investor to go for a bank deposit is	The credit worthiness of the bank	The Bank does not invest in the securities	The Bank offers a guarantee	All of the above	A	CO2	L2
A	obj	1	Which one is not the part of Migration to new capital adequacy framework based on the three pillar approach namely?	Minimum capital requirement	Supervisory Review	Market discipline	Book keeping	D	CO2	L2

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A	obj	1	Which one of the following is not an instrument of credit control in the banking system?	Open market operations	Cash Reserve Ratio	Tax rates	All of the above	C	CO1	L2
A	obj	1	Which of the following is not an asset held by Commercial Banks?	Bills of Exchange	Current Account Deposits	Money Lent at short Notice	Credit Balances with the Reserve Bank	B	CO1	L2
A	obj	1	Which of the following is least risky?	Equity	Corporate Bonds	Treasury Bills	Certificate of Deposits	C	CO1	L2
A	obj	1	Which security holders will receive arrears of the non- payment of dividends by the Company during the loss?	Cumulative Preference Share Holders	Non- Cumulative Preference Share Holders	Convertible Preference Share Holder	Ordinary Equity Holders	A	CO1	L2
A	obj	1	The exchange markets and over the counter markets are considered as two types of:	Floating market	Risky market	Secondary market	Primary marke	C	CO1	L2