

QB365 Question Bank Software Study Materials

Functions of Commercial banks 50 Important 1 Marks Questions With Answers (Book Back and Creative)

11th Standard

Commerce

Total Marks : 50

Multiple Choice Question

50 x 1 = 50

- 1) Electronic banking can be done through _____
(a) Computers (b) Mobile Phones (c) ATM (d) **All of the above**
- 2) Minimum how much amount can be transferred through RTGS?
(a) Any Amount (b) 50,000 (c) **2 Lakhs** (d) 5 Lakhs
- 3) The largest commercial bank of India _____
(a) ICICI (b) **SBI** (c) PNB (d) RBI
- 4) In which kind of account, it is compulsory to deposit certain amount at certain time?
(a) Savings Deposit (b) Fixed Deposit (c) Current Deposit (d) **Recurring Deposit**
- 5) Which of the following is not a type of advance provided by commercial bank?
(a) **Collecting and Supplying Business information** (b) Overdraft (c) Cash Credit (d) Discounting of Bills
- 6) When money is deposited for a Fixed period it is called _____
(a) **Fixed Deposit** (b) Savings Deposit (c) Recurring Deposit (d) Current Deposit
- 7) Overdraft facility is available for _____
(a) Savings Bank Account (b) Fixed Deposit (c) **Current Account** (d) Recurring Deposit
- 8) Time Deposits are also called as _____
(a) Demand Deposits (b) **Term Deposits** (c) Government Deposits (d) Bank Deposits
- 9) Current Account is normally opened by _____
(a) Salaried People (b) **Business People** (c) Students (d) All of these
- 10) A Credit card is a _____
(a) Bill of Exchange (b) Promising note (c) **a credit instrument** (d) a cheque
- 11) Salary account of an employee is a _____
(a) **Saving Account** (b) Fixed Deposit Account (c) Recurring Deposit Account (d) Current Account
- 12) A customer can withdraw money through cheque at any branch of the bank throughout the world is _____
(a) Mobile Banking (b) **CORE Banking** (c) Electronic Clearing Services (d) All of them
- 13) Maintenance of minimum balance in Savings Account is _____
(a) **Compulsory** (b) Not compulsory (c) Optional (d) None
- 14) The deposit which has no limitation on deposit of cheques or withdrawals from the account is _____
(a) Demand Deposit (b) **Current Deposit** (c) Fixed deposit (d) Recurring Deposit
- 15) _____ Documents have been notified by the Government of India as 'Officially Valid Documents' for proof of identity.

- (a) Four (b) Five **(c) Six** (d) Seven
- 16) The secured credit facility given mostly to business institutions are known as _____
(a) Overdraft (b) Loan (c) Advances **(d) Cash credit**
- 17) To identify the bank branch banks use _____ digit alphanumeric code.
(a) 11 (b) 12 (c) 10 (d) 9
- 18) National Electronic Funds Transfer was launched by RBI in _____
(a) 2002 (b) 2006 **(c) 2005** (d) 2007
- 19) Indian Financial System Code is provided by _____
(a) IDRBT (b) IDBI (c) RBI (d) IFC
- 20) The current maximum limit for Immediate Payment Service (IMPS) is _____
(a) 2 Lakhs (b) 5 Lakhs (c) 8 Lakhs (d) 10 lakhs
- 21) _____ cards services were launched in March 2012 by the National Payments Corporation of India.
(a) VISA (b) Maestro (c) Credit **(d) RuPay**
- 22) FD is also called _____ deposit.
(a) RD (b) Savings **(c) Term** (d) Current
- 23) Electronic Clearing Services (ECS) was launched by the RBI in _____.
(a) 1995 (b) 1998 (c) 1990 (d) 1991
- 24) National Electronic Funds Transfer (NEFT) was launched by the RBI in _____.
(a) 1995 (b) 2000 **(c) 2005** (d) 2010
- 25) Expansion of CBS _____
(a) Chain Banking System (b) Centralised Booking System (c) Character Based System (d) None of these
- 26) EFT stands for _____
(a) Electronic Funds Transfer (b) Electric Federation Technique (c) Eminent Federation Trend (d) None of these
- 27) Bankers are called manufacturers of _____
(a) money (b) loans (c) deposits (d) overdrafts
- 28) A cheque in circulation for more than six months is called _____ cheque.
(a) state (b) post-dated (c) ordinary (d) crossed
- 29) When money is deposited for a fixed period, the depositor can borrow money against the security of _____
(a) Saving Bank deposit Receipt **(b) FDR** (c) Recug-ing deposit Receipt (d) Overdraft
- 30) In _____ deposit account, the depositor deposits a fixed sum of money every month for an agreed period.
(a) Recurring (b) Fixed (c) Saving account (d) Current
- 31) _____ acts as instrument of credit and the holder can draw cash upto a specified limit from ATM centres.
(a) Stock invest (b) Gift cheque (c) Traveller's cheque **(d) Credit card**
- 32) Through _____ money can be drawn at any time at the specified centers.
(a) Blank cheque **(b) ATM** (c) Cross cheque (d) Credit card

- 33) _____cheque is a modern form of cheque.
 (a) Internet (b) Cross (c) Blank or general cross **(d) MICR**
- 34) _____cheque is payable across the counter of the bank.
(a) Open (b) Alc payee (c) Special crossed (d) Not negotiable
- 35) Anything written on the back of a negotiable instrument is_____.
(a) endorsement (b) crossing (c) not negotiable (d) full crossing
- 36) Definition of cheque is given in_____.
 (a) Company's Act 1956 (b) Income Tax Act 1961 **(c) Negotiable Instrument Act 1881** (d) Banking Regulation Act
- 37) Expansion of NEFT is_____.
 (a) Net Economy Fertilizers Trend **(b) National Electronic Funds Transfer** (c) National Election Federation Technique
 (d) None of these
- 38) Expansion of ECS is_____.
(a) Electronic Clearing Service (b) Economic Census System (c) Electric Circuit System (d) None of these
- 39) IMPS stands for_____.
 (a) Integrated Machine Power System **(b) Immediate Payment System** (c) Immediate Machine Power supply
 (d) None of these
- 40) Salary account for employees permitted in saving account is _____ balance.
(a) 0 (b) 500 (c) 1000 (d) 2000
- 41) _____ interest is paid for the balance .
 (a) 5% (b) 6% (c) 12% **(d) No interest**
- 42) Fixed deposit period can be 1 month to _____ years.
 (a) 1 (b) 5 (c) 6 **(d) 10**
- 43) Customers are allowed to overdrew from bank upto a certain amount usually for ____ months period.
 (a) 2 **(b) 3** (c) 5 (d) 6
- 44) Letter of credit is a very important document to _____customers
 (a) export **(b) import** (c) entrepot (d) retail
- 45) After completion of education _____ is allowed to repay the education loan without interest.
(a) 1 (b) 2 (c) 3 (d) 6
- 46) _____ account is suitable for business institutions.
 (a) Savings deposits **(b) Current deposit** (c) Fixed deposit (d) Recurring deposits
- 47) Fixed deposit period can be _____.
 (a) 1 month to 6 months (b) 1 month to 1 year (c) 1 month to 5 years **(d) 1 month to 10 years**
- 48) Match the list I with list tr and select the correct answer using the codes given below.

List I	List II
i) Cash credit	1) EMI
ii) Discounting of bills	2) Washing machine
iii) Housing loan	3) Unsecured credit
iv) Consumer loans	4) Secured credit

(a)	(b)	(c)	(d)
i)ii)iii)iv)	i)ii)iii)iv)	i)ii)iii)iv)	i)ii)iii)iv)
1 2 3 4	4 3 1 2	3 4 2 1	1 2 4 3

49) _____ was launched by the RBI in 2005

- (a) **NEFT** (b) RTGS (c) ECS (d) IMF

50) ATM card is also called ____ card.

- (a) **Debit** (b) Credit (c) a and b (d) none of these