

QB365 Question Bank Software Study Materials

International Finance and Micro, Small And Medium Enterprises (MSMEs) And Self Help Groups (SHGs) 50 Important 1 Marks Questions With Answers

11th Standard

Commerce

Total Marks : 50

Multiple Choice Question

50 x 1 = 50

- 1) An instrument representing ownership interest in securities of a Foreign Issuer is called _____
(a) an ownership certificate **(b) a depository receipt** (c) an ownership receipt (d) None of the above
- 2) Issuance of DRs is based on the increase of demand in the _____
(a) International Market (b) Local Market (c) Existing Shareholders (d) All of the above
- 3) ADRs are issued in_____
(a) Canada (b) China (c) India **(d) The USA**
- 4) Depository receipts that are traded in an international market other than the United States are called _____
(a) Global depository receipts (b) International Depository receipts (c) Open market depository receipts
(d) Special Drawing Rights.
- 5) _____bond is a special type of bond issued in the currency other than the home currency.
(a) Government Bonds **(b) Foreign Currency Convertible Bond** (c) Corporate bonds (d) Investment Bonds
- 6) MSMED Act was enacted in the year_____.
(a) 2004 (b) 2007 **(c) 2006** (d) 2008
- 7) MSMEs are important for the Nation's Economy because they significantly contribute to_____.
(a) Industrial Production (b) Exports (c) Employment **(d) All the above**
- 8) Self help groups convert the savings into a common fund known as_____
(a) Common Fund **(b) Groups corpus Fund** (c) Group Fund (d) None of the above
- 9) There are_____distinct modes of Credit to self help groups
(a) 1 (b) 2 **(c) 3** (d) 4
- 10) Investment Limit of a Micro Enterprise under manufacturing sector does not exceed ____lakhs.
(a) 10 (b) 20 **(c) 25** (d) 50
- 11) An instrument in the form of a Depository Receipt created by the Indian Company is known as_____.
(a) American Depository Receipt (b) African Depository Receipt (c) Australia Depository Receipt
(d) Indian Depository Receipt
- 12) The exchange rate is the _____.
(a) Opportunity cost at which goods are produced domestically. **(b) Balance of trade ratio of one country to another.**
(c) Price of one country's currency expressed in terms of another country's currency.
(d) Amount of currency that can be purchased with 1 ounce of gold.
- 13) If the local currency is in variable form and foreign currency is in fixed form quotation will be_____

- (a) **Indirect** (b) direct (c) Local Form (d) Foreign form
- 14) Company which have been raised fund through GDR_____
- (a) ICICI Bank (b) WIPRO (c) ITC (d) **All the above**
- 15) _____ is a section of financial economics that deals with the monetary interactions that occur between two or more countries.
- (a) **International finance** (b) Business finance (c) DR (d) GDR
- 16) From _____ Foreign International Investors have been allowed to invest in all securities traded on the primary and secondary markets.
- (a) **1992** (b) 1991 (c) 1995 (d) 1996
- 17) _____ is an instrument issued abroad by a company to raise funds in some foreign currencies and is listed and traded on a foreign stock exchange.
- (a) **GDR** (b) DR (c) FDI (d) FII
- 18) _____ mediate and resolve financial disputes among member nations.
- (a) IFRS (b) **World Bank** (c) WTO (d) GATT
- 19) "IFRS" Stands for_____.
- (a) International Finance Reconstructing System (b) Inter-Firm Regional Strategy
- (c) **International Financial Reporting System** (d) International Fund Recovery System
- 20) "GDR" Stands for _____.
- (a) **Global Depository Receipt** (b) Gross Domestic Record (c) Goods Deposit Receipt (d) Gross Domestic Receipt
- 21) The company issuing GDR's hands over its shares to one _____.
- (a) EXIM Bank (b) IFC (c) Foreign Bank (d) **Domestic Custodian Bank**
- 22) _____ is a dollar denominated negotiable certificate representing a non-US company.
- (a) **ADR** (b) GDR (c) DCB (d) SEBI
- 23) ADR issued only to investors who are _____ residents.
- (a) Indian (b) Germany (c) UK (d) **American**
- 24) ADR issued needs the approval from _____.
- (a) SEBI (b) IMF (c) World Bank (d) **Securities and Exchange Commission**
- 25) From _____ Foreign Institutional Investor (FII) have allowed to invest in all securities traded on the primary and secondary markets.
- (a) 1982 (b) **1992** (c) 1995 (d) 2005 SEBI
- 26) The American depository receipt is an _____.
- (a) American company (b) **Non American company** (c) UK company (d) French company
- 27) _____ is crucial for achieving faster economic development of developing countries.
- (a) **FDI** (b) FII (c) GDR (d) ADR
- 28) Point out the wrong statement in the following.
- (a) The FDI companies deplete natural resources like water, forest, mines, etc.
- (b) FDI causes a huge outflow of capital from the host country.
- (c) **Some foreign countries do transfer the technology to developing counties.**
- (d) FDI creates Monopolistic environment.

- 29) State the order in which process of issuing ADRs is followed
- 1) First of all a company hands over the shares to a Domestic Custodian Bank (DCB).
 - 2) Then ADB converts the issue which are in the rupees into US dollars
 - 3) Then ADB issues them to the intending investors.
 - 4) Finally DCB requests the American Depository Bank to issue the shares in the form of ADR's.

(a)	(b)	(c)	(d)
a b c d	a b c d	a b c d	a b c d
1 4 3 2	1 3 4 2	1 4 2 3	2 3 1 4

- 30) ADR negotiates in _____.
- (a) Asia only **(b) America only** (c) Europe only (d) All over the world
- 31) Pandiyan Rural bank, Pallavan Rural bank are the examples of_____.
- (a) Commercial bank **(b) Regional rural bank** (c) MUDRA bank (d) None of these
- 32) Clay pot making industry is the best example for_____Enterprises.
- (a) Micro** (b) Medium (c) Small (d) Large
- 33) The process of manufacturing enterprises are specified in the first schedule to the_____.
- (a) CA 2013 (b) MSMED 2006 **(c) IDRA 1951** (d) PA 1932
- 34) MSME supplies to large scale industries_____.
- (a) Accessories (b) Spare Parts (c) Components **(d) All the above**
- 35) The registered number of units of MSMEs in Tamilnadu as on 12.12.2017_____.
- (a) 13.24 lakhs (b) 18.86 lakhs (c) 19.24 lakhs **(d) 12.94 lakhs**
- 36) Tamil Nadu Corporation for Development of Women Limited (TNCDW) was established in the year_____.
- (a) 1983** (b) 1984 (c) 1985 (d) 1995
- 37) Main significance of MSME is.....
- (a) Huge Capital **(b) Low investment** (c) Situated urban area (d) Situated in rural area
- 38) The motto of Self Help Group is
- (a) Profit motive (b) Service motive (c) Investment **(d) Saving first-credit later**
- 39) An example for Self Help Group in Tamil Nadu is
- (a) Seva-Sangam (b) Mantri Yojana **(c) Mahalir Thittam** (d) None of these
- 40) Investment limit of medium enterprises under manufacturing sector does not exceedscrores.
- (a) 10** (b) 5 (c) 15 (d) 20
- 41) Investment limit of small enterprises under services sector does not exceedscrores.
- (a) 1 **(b) 2** (c) 4 (d) 5
- 42) Investment limit of medium enterprises under service sector does not exceedscrores.
- (a) 2 (b) 4 **(c) 5** (d) 7
- 43) Example for Micro Financial Institution is
- (a) IFC (b) SFC (c) IDBI **(d) MUDRA BANK**
- 44) Investment limit of a small enterprise under service sector does not exceed_____.

(a) 8 lakhs (b) 7 lakhs (c) 6 lakhs **(d) 5 lakhs**

45) MSMEs contribute _____% of the total manufacturing output.

(a) 45 (b) 55 (c) 66 (d) 55

46) MSME sector contributes about _____ % of the gross domestic product.

(a) 8 (b) 5 (c) 6 (d) 10

47) There are _____ lakh registered number of units in Tamilnadu.

(a) 12 (b) 12.5 **(c) 12.94** (d) 12.90

48) _____ is one of the main pillars of progress of India.

(a) Rural development (b) urban development (c) Industrial development (d) All of these

49) _____ encourages balanced regional development.

(a) Commercial bank (b) SHI **(c) MSMEs** (d) IMF

50) _____ is an example of Micro Finance institutions.

(a) City Union Bank (b) HDFC (c) TNSC Bank **(d) MUDRA**