



# 20 Recollected Questions in Principles & Practices of Banking (PPB) For JAIIB 2022 Examination

## Key Highlights

- Most likely to be Asked Questions
- Recollected from the Previous 5 Years
- Thoroughly Curated by Industry Experts
- 20 Questions with Solutions
- Based on the Latest Pattern for 2022 Exam

**PART-II**

## Recollected Questions : Principles & Practices of Banking (PPB) – Part II

Q1. RBI injects liquidity through \_\_\_\_\_

- (a) Repo
- (b) Reverse Repo
- (c) Either a or b
- (d) Both a or b

**Ans.(a)**

Q2. What is the extent of CGTMSE Guarantee Coverage for the Units located in in Sikkim, where credit facility is 40 lakhs?

- (a) 50 %
- (b) 75 %
- (c) 80 %
- (d) 85 %

**Ans.(c)**

Q3. Authorised capital is Rs.10 lac. Paid up capital Rs.6 lac. The loss of previous year is Rs.1 lac. Loss in current year is Rs.2 lac. The tangible network is .....

- (a) Rs.1 lakh
- (b) Rs.2 lakhs
- (c) Rs.3 lakhs
- (d) Rs.4 lakhs

**Ans.(c)**

Q4. Net working capital is Rs.80000. Current ratio is 3:1. The current assets are \_\_\_\_\_

- (a) Rs. 100000
- (b) Rs. 120000
- (c) Rs. 160000
- (d) Rs. 200000

**Ans.(b)**

Q5. CDR in case of SME account, which is not correct?

- (a) SME financed by any bank for any amount
- (b) For corporate account, financing by one bank
- (c) For corporate account from many banks for amount above Rs.10 lac
- (d) None of the above

**Ans.(c)**

**Q6.** What is the minimum premium life for APY?

- (a) 10 years
- (b) 15 years
- (c) 20 years
- (d) 25 years

**Ans.(c)**

**Q7.** Right to retain goods is called \_\_\_\_\_

- (a) Assignment
- (b) Right of set of
- (c) Pledge
- (d) Lien

**Ans.(d)**

**Q8.** For obtaining loan against shares, the charge on shares is \_\_\_\_\_.

- (a) Assignment
- (b) Right of set of
- (c) Pledge
- (d) Lien

**Ans.(d)**

**Q9.** What is the full form of MMID?

- (a) Mobile Money Identifier
- (b) Mobile Money Identifying Direction
- (c) Mobile Money Identifier and Decoder
- (d) None of the above

**Ans.(a)**

**Q10.** A director of the bank wants to raise loan from your bank. The loan can be given against \_\_\_\_\_

- (a) FDR of other bank
- (b) Share of same bank
- (c) Surrender value of Life Policy
- (d) All the above

**Ans.(c)**

**Q11.** In KYC guidelines, the small account where simple KYC is applicable are those account where the amount deposited in the account is restricted to \_\_\_\_\_

- (a) Rs.50000
- (b) Rs.1 lac
- (c) Rs. 5 lac
- (d) All the above

**Ans.(b)**



**Q12.** Bill of lading, Railway Receipt are negotiable instruments under \_\_\_\_\_

- (a) NI Act
- (b) Sec 3 of Transfer of Property Act
- (c) Sec 137 of Transfer of Property Act
- (d) Sale of Goods act

**Ans.(c)**

**Q13.** Keeping goods in safe custody is as per provisions of \_\_\_\_\_

- (a) NI Act
- (b) Indian Partnership Act
- (c) Indian Contract Act
- (d) All the above

**Ans.(c)**

**Q14.** A company has been sanctioned cash creditpledge limit. Internal auditor finds that charge has not been registered with Registrar of Companies in time. In how much time it is to be done?

- (a) 1 week
- (b) 15 days
- (c) 1 month
- (d) In case of pledge, not required

**Ans.(d)**

**Q15.** What is the limit on the amount of compensation as specified in an Award by banking ombudsman?

- (a) Rs. 10 lakhs
- (b) Rs. 20 lakhs
- (c) Rs. 30 lakhs
- (d) Rs. 50 lakhs

**Ans.(b)**

**Q16.** Which type of merger was there during the Bank merger of 2019?

- (a) Vertical
- (b) Horizontal
- (c) Either a or b
- (d) Neither a or b

**Ans.(b)**

**Q17.** Loan to minor can be given in the following case

- (a) Against DBD
- (b) Against LIC policy
- (c) In the name of minor
- (d) In the name of father

**Ans.(d)**

**Q18.** Who cannot be a partners?

- (a) HUF
- (b) Illiterate
- (c) Blind person
- (d) company

**Ans.(a)**

**Q19.** Full KYC exercise will be required to be done at least every \_\_\_\_\_ years for high risk individuals and entities

- (a) 2
- (b) 5
- (c) 8
- (d) 10

**Ans.(a)**

**Q20.** As per Official language policy for B region, branch target to reply in Hindi letter received in Hindi is \_\_\_\_\_

- (a) 50%
- (b) 60%
- (c) 80%
- (d) 100%

**Ans.(d)**

