

VIVEK COLLEGE OF COMMERCE

TYBBI SEM VI 2019-2020

SUBJECT: CENTRAL BANKING

MCQ - SAMPLE QUESTIONS

| SR. NO. | QUESTIONS | A | B | C | D | CORRECT ANSWER |
|---------|---|-------------------|--------------------|------------------------------|----------------------|---------------------------|
| 1 | _____ is a continuous or sustained rise in the general price level or a fall in the value of money. | Deflation | Stagnation | Inflation | Reduction | Inflation |
| 2 | _____ is the complete record of all the transactions of the country with the rest of the world during a given period of time. | Balance Of Patent | Balance Of Payment | Reserve Cash Book Of Country | Balance Of Country | Balance Of Payment |
| 3 | _____ is the rate at which the commercial banks park their funds with the central bank. | Reverse Repo rate | Repo rate | Bank Rate | Commercial Bank Rate | Repo rate |
| 4 | During the recession time the CRR is _____. | Reduced | Increased | Kept same | Doubled | Reduced |
| 5 | The current bank rate is _____ % | 4.65 | 6.95 | 7.75 | 9.15 | 4.65 |
| 6 | The Repo rate is always linked with _____ | stock market | debentures | Reverse Repo rate | fiscal policy | Reverse Repo rate |
| 7 | An official reduction in the external value of currency to correct adverse balance of payment position is known as _____. | Evaluation | Depreciation | Appreciation | Devaluation | Devaluation |

| | | | | | | |
|----|--|---------------------------|--------------------------|----------------------------|---------------------|----------------------------------|
| 8 | The central bank of the United Kingdom is _____. | Federal Reserve System | People's Bank of England | Kingston Bank | Bank of England | Bank of England |
| 9 | The money market is divided into _____ & _____ market. | Organized and Unorganized | Short term & Long term | first hand and second hand | Cash and Derivative | Organized and Unorganized |
| 10 | The Brettonwoods Conference led to the establishment of _____. | United Nations | European Union | IMF & IBRD | ADB | IMF & IBRD |