



Date : 3rd Jan 2024

General Knowledge - RBI

English

**Q:1** RBI released a concept note on the CBDC. What does second 'C' stands for in CBDC?

1. Central
2. Currency
3. Centralized
4. Credit
5. Country

**Q:2** Which code has been made mandatory by RBI for all participants undertaking transactions in the market regulated by RBI?

1. IFSC
2. LEI
3. MICR
4. BSR
5. UAN

**Q:3** Which of the following is the scheduled commercial bank according to Section 2 of the RBI act, 1934?

1. SIDBI
2. NABARD
3. NHB
4. Canara Bank
5. None of the above

**Q:4** According to RBI, a microfinance loans are collateral-free loan given to household having an annual household income of upto \_\_\_\_\_

1. Rs 2 lakh
2. Rs 4 lakh
3. Rs 3 lakh
4. Rs 1 lakh
5. Rs 5 lakh

**Q:5** Which of the following is/are regulated by RBI?

1. NBFCs
2. Scheduled Commercial Banks
3. NHB
4. Neo Banks
5. All of the above

**Q:6** PSLCs are traded through the CBS (E-Kuber) portal of the RBI. What does 'C' represent in CBS?

1. Core
2. Centralized
3. Common

4. Cash

5. Credit

**Q:7** Which of the following banks is in the RBI's list of Domestic Systemically Important Banks?

1. Kotak Mahindra Bank
2. Vijaya Bank
3. Dena Bank
4. Axis Bank Ltd.
5. HDFC Bank

**Q:8** RBI transfers the surplus profit to the government of India under \_\_\_\_\_ of the RBI Act.

1. Section 32
2. Section 58
3. Section 40
4. Section 27
5. Section 47

**Q:9** RBI provides the Ways and Means Advances to \_\_\_\_\_.

1. State Government
2. Stock companies
3. Private banks
4. Public banks
5. All of the above

**Q:10** \_\_\_\_\_ of the RBI Act, 1934, deals with the recovery of lost, stolen, or imperfect notes.

1. Section 35
2. Section 17
3. Section 49
4. Section 28
5. Section 31

## Answer Key

1. (2)	2. (2)	3. (4)	4. (3)	5. (2)
6. (1)	7. (5)	8. (5)	9. (1)	10. (4)

## Answers and Solutions

**Q:1** The correct answer is **Option 2** i.e. **Currency**

A CBDC is a digital form of central bank money that is widely available to the general public. 'Central bank money' refers to money that is a liability of the central bank. It stands for central bank digital currency.

**Q:2** The correct answer is **Option 2** i.e. **LEI**

The Legal Entity Identifier (LEI) is a 20-character alpha-numeric code used to uniquely identify parties to financial transactions worldwide.

**Q:3** The correct answer is **Option 4** i.e. **Canara Bank**

- Scheduled Banks in India refer to those banks which have been included in the Second Schedule of Reserve Bank of India Act, 1934.
- SIDBI, NABARD and NHB are the regulatory bodies.

**Q:4** The correct answer is **Option 3** i.e. **Rs 3 lakh**

- All collateral-free loans to individual/s belonging to low-income households, i.e., households having annual income up to ₹3,00,000 are treated as microfinance loans.
- Loans backed by hypothecation of any security are not treated as microfinance loans.

**Q:5** The correct answer is **Option 2** i.e. **Scheduled Commercial Banks**

- RBI regulates all banking institutions in India.
- Initially, it was applicable only to banking companies, but was amended in 1965 to bring the cooperative banks under its purview.

**Q:6** The correct answer is **Option 1** i.e. **Core**

- CBS is Core Banking Solution. It is basically a back-end system which refers to a centralized system developed by the RBI.
- It enables commercial banks to access their current account with the RBI, at any time, from any place. E-Kuber is the Core Banking Solution (CBS) of the RBI.

**Q:7** The correct answer is **Option 5** i.e. **HDFC Bank**

- D-SIBs are financial institutions that are large enough where they cannot be allowed to fail.
- RBI places D-SIBs in appropriate buckets depending upon their Systemic Importance Scores (SISs).
- State Bank of India, ICICI Bank, and HDFC Bank are in the list of Domestic Systemically Important Banks.

**Q:8** The correct answer is **Option 5** i.e. **Section 47**

According to Section 47 of the RBI Act, 1934: After making provisions for bad and doubtful debts, depreciation in assets, contributions to staff, and superannuation fund, the balance, of the profits shall be paid to the Central Government.

**Q:9** The correct answer is **Option 1** i.e. **State Government**

RBI provides Ways and Means Advances (WMA) to the State Government with it to help them to tide over temporary mismatches in the cash flow of their receipts and payments.

The Ways and Means Advances scheme was introduced in 1997.

- The limits for Ways and Means Advances are decided by the government and RBI mutually.

**Q:10** The correct answer is **Option 4** i.e. **Section 28**

Reserve Bank of India Act, of 1934 is the legislative act under which the Reserve Bank of India was formed.

This act along with the Companies Act, which was amended in 1936, was meant to provide a framework for the supervision of banking firms in India.

Section 28 allows the RBI to form rules regarding the exchange of damaged and imperfect notes.