

Business Services

Question 1.

_____ arrangement by which a bank allows its customer to borrow money up to the specified limit.

- (a) Cash Credits
- (b) Pass Book
- (c) Cash Book
- (d) Account Payee

▼ [Answer](#)

Answer: (a) Cash Credits

Question 2.

Insurance is a contract between _____ and _____

- (a) Insurer, insured
- (b) Agent, insurance
- (c) Insured, insurance
- (d) Insurer, family

▼ [Answer](#)

Answer: (a) Insurer, insured

Question 3.

A person gets his stock worth Rs. 50,000 insured for Rs. 70,000. A fire occurs and the whole stock gets damaged. The Insurance Company admits a claim of Rs. 50,000 only and not Rs. 70,000. Identify the principle of insurance being applied?

- (a) Principle of Indemnity
- (b) Principle of Insurable Interest
- (c) Principle of Subrogation
- (d) Principle of Contribution

▼ [Answer](#)

Answer: (a) Principle of Indemnity

Question 4.

In which year Insurance Act was amended in India?

- (a) 1940
- (b) 1928
- (c) 1938
- (d) 1945

▼ [Answer](#)

Answer: (c) 1938

Question 5.

Which of the following is not applicable in life insurance contracts?

- (a) Indemnity contract
- (b) Unilateral contracts
- (c) Conditional Contracts
- (d) None of the above

▼ [Answer](#)

Answer: (a) Indemnity contract

Question 6.

In which year Children's Money Back plan was introduced?

- (a) 1985
- (b) 1988
- (c) 1995
- (d) 1989

▼ [Answer](#)

Answer: (c) 1995

Question 7.

It is a type of saving bank account in which excess of a particular limit gets automatically transferred to a fixed deposit account.

- (a) Multiple deposit option account
- (b) Current account
- (c) Recurring deposit account
- (d) Salary account

▼ [Answer](#)

Answer: (a) Multiple deposit option account

Question 8.

_____ banks are included in the second schedule of RBI.

- (a) Scheduled
- (b) State
- (c) Commercial
- (d) Corporation

▼ [Answer](#)

Answer: (a) Scheduled

Question 9.

Bankers are not only dealers of money but also leaders in

- (a) Industry development
- (b) Service development

- (c) Trade development
- (d) Economic development

▼ [Answer](#)

Answer: (d) Economic development

Question 10.

In which year Crop Insurance scheme was introduced in India?

- (a) 1978-79
- (b) 1985-86
- (c) 1948-49
- (d) 1990-91

▼ [Answer](#)

Answer: (b) 1985-86

Question 11.

From the following which of these is covered under Marine Insurance?

- (a) Whole Life policy
- (b) Liability Insurance
- (c) Endowment policy
- (d) Act only

▼ [Answer](#)

Answer: (b) Liability Insurance

Question 12.

The fee charged by the insurer on account of providing services is called

- (a) Premium
- (b) Profit
- (c) Dividend
- (d) Instalment

▼ [Answer](#)

Answer: (a) Premium

Question 13.

Which of the following is covered under the life Assurance policy?

- (a) Money Back Policy
- (b) Declaration policy
- (c) Act only
- (d) Cargo Insurance

▼ [Answer](#)

Answer: (a) Money Back Policy

Question 14.

Which of the following is not a function of General Insurance?

- (a) Risk sharing
- (b) Assist in capital formation
- (c) Cattle insurance
- (d) None of the above

▼ [Answer](#)

Answer: (c) Cattle insurance

Question 15.

Which bank is known as Apex Bank of India?

- (a) The Reserve Bank of India
- (b) The State Bank of India
- (c) The Central Bank
- (d) The Bank of India

▼ [Answer](#)

Answer: (a) The Reserve Bank of India

Question 16.

The study of communication through touch is _____

- (a) Chronemics
- (b) Haptics
- (c) Proxemics
- (d) Semantics

▼ [Answer](#)

Answer: (b) Haptics

Question 17.

Its main function is to control and coordinate the currency and credit policies of our country. Identify the institution mentioned here.

- (a) The Reserve Bank of India
- (b) The State Bank of India
- (c) The Central Bank
- (d) The Bank of India

▼ [Answer](#)

Answer: (a) The Reserve Bank of India

Question 18.

This category of the cheque is to be deposited only in the payee's account.

- (a) Crossed Cheque
- (b) Bearer Cheque

- (c) Both Crossed Cheque and Bearer Cheque
- (d) None of the above

▼ [Answer](#)

Answer: (a) Crossed Cheque

Question 19.

Which of the following contained one of the earliest applications of insurance principles?

- (a) Napoleonic Code
- (b) Magna Carta
- (c) Code of Hammurabi
- (d) Charter of London

▼ [Answer](#)

Answer: (c) Code of Hammurabi

Question 20.

Which of the following element is present in the case of Life Insurance?

- (a) Security, Investment
- (b) Security
- (c) Investment
- (d) Profit

▼ [Answer](#)

Answer: (a) Security, Investment

Question 21.

The addition of the words_____ directs the banker to collect the cheque and credit the proceeds to the payee's account.

- (a) Manager
- (b) Account payee
- (c) Customers
- (d) Bank

▼ [Answer](#)

Answer: (b) Account payee

Question 22.

Which of the following has the largest number of branches across India?

- (a) Postal offices
- (b) Banks
- (c) SBI
- (d) Insurance companies

▼ [Answer](#)

Answer: (a) Postal offices

Question 23.

Overdraft Facility is available on

- (a) Current deposit account
- (b) Recurring Deposits
- (c) Saving Deposit Account
- (d) Fixed deposits

▼ [Answer](#)

Answer: (a) Current deposit account
