

JAIIB 2023 Memory Based for IE and IFS

JAIIB May 2023 Memory Based Paper IE and IFS



Indian Economy and Indian Financial System Paper - May 2023

Q1. When is the budget usually presented in India?

- (A) January 1
- (B) February 1
- (C) April 1
- (D) Last day of February

Q2. What is the insured amount under Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY)?

- (A) 1.5 lakh
- (B) 2.5 lakh
- (C) 2 lakh
- (D) 3.5 lakh

Q3. What are the durations of Treasury bills issued in India?

- (A) 70, 130, 250 days
- (B) 45,95,190 days
- (C) 92,183,365 days
- (D) 91,182,364 days

Q4. How much is the paid-up capital of the Reserve Bank of India (RBI)?

- (A) 450 crore
- (B) 525 crore
- (C) 600 crore
- (D) 750 crore

Q5. The Narasimham Committee, established for reforms in the banking sector, delivered its findings in two phases. In which years were these recommendations made?

- (A) 1990 and 1997
- (B) 1992 and 2001
- (C) 1993 and 1999
- (D) 1993 and 1998

Q6. Which of the following accurately describes a Floater Mutual Fund?

- (A) A fund focusing on fixed-interest bonds
- (B) A fund exclusively investing in stocks
- (C) A fund mainly investing in floating-rate debt securities
- (D) A fund dedicated to government bonds

Q7. Under which legislation is foreign exchange governed in India?

- (A) The Foreign Exchange Management Act, 2001
- (B) The Foreign Exchange Management Act, 1999
- (C) The Foreign Exchange Regulation Act, 2001
- (D) The Foreign Exchange Regulation Act, 1998

Q8. If commodities valued at 60 lakhs are insured for 45 lakhs and face destruction due to fire, how much would the insurance claim amount to?

- (A) 50 lakhs
- (B) 45 lakhs
- (C) 40 lakhs
- (D) 55 lakhs

Q9. In the context of marketing, the phrase 'Primary Territory' denotes:

- (A) The market segment the company aspires to dominate
- (B) The market segment the company envisions venturing into next
- (C) The region where the company registers the bulk of its sales
- (D) The region where the company has established its manufacturing facilities

Q10. In the context of Indian banking, Priority Sector Lending is associated with providing credit to:

- (A) Major industrial entities
- (B) Public sector undertakings
- (C) Economic sectors that might face challenges in securing timely and sufficient financing
- (D) International corporations operating in India

Q11. Which of the following accurately describes the nature of a joint venture?

- (A) Sole ownership and governance by a single firm
- (B) Brief partnership that does not result in the formation of a new business entity
- (C) A collaborative business agreement where multiple parties decide to combine their assets for a particular endeavor
- (D) A protracted alliance where every participant retains control over its individual resources

Q12. Which statement does not accurately reflect the features of a Hire Purchase agreement?

- (A) Ownership transfer of the goods occurs post the final payment
- (B) The goods can be taken back in case the hirer defaults on an installment
- (C) An extensive initial payment is mandatory to initiate the contract
- (D) The hirer holds the privilege to utilize the goods right from the start of the contract

Q13. Which of the following best characterizes venture capital?

- (A) Funding granted to nascent, high-potential, expanding startup firms
- (B) Credits given by financial institutions to small-scale enterprises
- (C) Capital supplied by governmental bodies to industry sectors
- (D) Investments made by stockholders to an organization

Q14. What does the abbreviation NNP stand for in the context of economics?

- (A) National New Profit
- (B) Net Neighbourhood Product
- (C) Net National Product
- (D) Next National Profit

Q15. How is the primary deficit best described in the context of fiscal policy?

- (A) How is the primary deficit best described in the context of fiscal policy?
- (B) Aggregate Expenditure - Aggregate Revenue, without considering borrowings
- (C) Fiscal Deficit minus Interest Expenditures
- (D) Fiscal Deficit plus Interest Expenditures

Q32. What best describes the nature of funds in money markets?

- (A) Lengthy-term funds exceeding a one-year maturity
- (B) Brief-term funds maturing within one year
- (C) Intermediate-term funds with a maturity spanning from one to five years
- (D) Extended-term funds with a maturity duration surpassing five years

Q33. What is the main purpose of health insurance?

- (A) Finance the expenses of extended care services
- (B) Fund the treatment of life-endangering ailments
- (C) Finance routine medical examinations
- (D) Finance medical and surgical procedures

Q34. For what primary objective does the Reserve Bank of India (RBI) employ the Long-Term Repo Operation (LTRO)?

- (A) Enhance long-term credit accessibility and reduce funding costs
- (B) Regulate the money supply within the economic system
- (C) Supervise and manage inflationary pressures
- (D) Promote overall economic expansion

Q35. What primary purpose do Priority Sector Lending Certificates (PSLCs) serve for banks?

- (A) Fulfilling the mandated capital benchmarks
- (B) Attaining the priority sector lending objectives
- (C) Meeting the statutory liquidity ratio standards
- (D) Meeting the statutory liquidity ratio standards

Q36. What does the abbreviation OSOWOG represent?

- (A) One Sun One World One Grid
- (B) One Source One World One Grid
- (C) One Solar One World One Grid
- (D) One System One World One Grid

Q37. Into which categories are Real Estate Investment Trusts (REITs) primarily divided?

- (A) Equity REITs, Mortgage REITs, and Combined REITs
- (B) Open-ended REITs, Closed-ended REITs, and Collective REITs
- (C) State REITs, Personal REITs, and Business REITs
- (D) Housing REITs, Business REITs, and Manufacturing REITs

Q38. Why is the year 1969 noteworthy in the context of India's banking industry?

- (A) The inception of the Reserve Bank of India
- (B) The state ownership of prominent private banking entities
- (C) The advent of electronic banking platforms
- (D) The foundation of Small Finance Banking institutions

Q39. What is the primary function of the Marginal Standing Facility (MSF)?

- (A) Banks have the provision to secure funds from the Reserve Bank of India during exigencies using government bonds as collateral
- (B) Banks have the provision to extend loans to the Reserve Bank of India
- (C) Banks have the provision to obtain loans from peer banking institutions
- (D) None of these

Q48. Which of the following lease types are most prevalent in the Indian aviation sector?

- (A) Wet lease and dry lease
- (B) Operating lease and finance lease
- (C) Direct lease and sale and leaseback
- (D) Singular lease and sublease

Q49. Who is credited with introducing the term 'Hindu rate of growth' to describe the sluggish annual growth rate of the Indian economy prior to liberalization?

- (A) Amartya Sen
- (B) Raj Krishna
- (C) Raghuram Rajan
- (D) Manmohan Singh

Q50. Which organization was superseded by the establishment of the NITI Aayog?

- (A) Reserve Bank of India
- (B) Finance Commission of India
- (C) Planning Commission of India
- (D) Securities and Exchange Board of India

Q51. In which year did the United Nations adopt the Sustainable Development Goals (SDGs)?

- (A) 2000
- (B) 2010
- (C) 2015
- (D) 2020

Q52. Which of the following statements accurately describes a Brownfield investment in the context of Foreign Direct Investment (FDI)?

- (A) Injects capital into a nascent business entity in an overseas nation
- (B) Initiates the construction of new functional establishments from scratch in a foreign land
- (C) Allocates funds to an extant enterprise to mark its foothold in a foreign nation
- (D) None of the aforementioned options

Q53. What does the term 'GDP deflation' primarily refer to in the context of economics?

- (A) Modifies GDP from its nominal value to its real value
- (B) Decelerates the rate at which GDP grows
- (C) Lowers the aggregate GDP of a nation
- (D) Amplifies the GDP on a per capita basis

Q54. What was the primary focus of the Malegam Committee set up by the Reserve Bank of India?

- (A) Non-performing assets of public sector banks
- (B) Issuance of licenses for new banking entities
- (C) Microfinance institutions and their regulations
- (D) Initiatives related to financial inclusion

Q55. Which among the listed options does not qualify as an instrument of monetary policy?

- (A) Open market operations
- (B) Reserve ratios (CRR and SLR)
- (C) Repo rate and reverse repo rate
- (D) Income tax rates

Q56. Which category best describes Treasury Bills, Commercial Papers, and Certificates of Deposit?

- (A) Equity Instruments
- (B) Debt Instruments
- (C) Money Market Instruments
- (D) Derivative Instruments

Q57. In the field of economics, what does the term 'money multiplier' represent?

- (A) The prevailing rate of interest on money
- (B) The volume of money produced by the banking system for every unit of reserves
- (C) The proportion between the aggregate money in the economy and the sum of cash
- (D) The proportion of cash reserves relative to deposit liabilities

Q58. What does the credit scoring process primarily aim to achieve?

- (A) Assisting lenders in determining the interest rate for a borrower
- (B) Evaluating a country's eligibility for an IMF loan based on creditworthiness
- (C) Evaluating an individual's creditworthiness for lending purposes
- (D) Evaluating a company's creditworthiness for bond issuance

Q59. What does the Banking Regulation Act of 1949 primarily encompass?

- (A) Establishment of new banking entities
- (B) Oversight of foreign banks operating within India
- (C) Supervisory and regulatory measures for banking activities in India
- (D) All of the aforementioned provisions

Q60. In the realm of finance, what does the term 'chartering of currency' signify?

- (A) The procedure involved in money printing
- (B) The legal sanction for disseminating and circulating money
- (C) An in-depth historical assessment of a nation's currency
- (D) The intentional diminution in the value of a currency

Q61. In financial markets, to whom does the term 'market makers' primarily pertain?

- (A) Investors executing the purchase of shares in voluminous amounts
- (B) Entities ensuring consistent buying and selling of securities to uphold market liquidity
- (C) Stock brokers orchestrating substantial trade activities
- (D) Regulatory entities overseeing the proper functioning of markets

Q62. What is the maximum guaranteed pension offered under the Atal Pension Yojana (APY) scheme?

- (A) Rs. 1000 per month
- (B) Rs. 2000 per month
- (C) Rs. 3000 per month
- (D) Rs. 5000 per month

Q63. What is the stipulated lock-in duration for a Public Provident Fund (PPF) account?

- (A) 3 years
- (B) 5 years
- (C) 7 years
- (D) 15 years

Q64. For what primary purpose has the 'Bad Bank' (NARCL) been established in India?

- (A) Extend credit to individuals possessing unfavorable credit ratings
- (B) Aid in resolving non-performing loans within the Indian banking arena
- (C) Deliver banking services to economically disadvantaged individuals
- (D) Function as a banking institution without profit motives

Q65. Which among the following is a significant contributor to groundwater contamination in India?

- (A) Drainage system
- (B) Untreated sewage waste
- (C) Irrigation system
- (D) None of the above

Q66. In which year was the concept of Globalization prominently introduced in India?

- (A) 1989
- (B) 1980
- (C) 1996
- (D) 1991

Q67. On which primary area did the Narasimham Committee lay its emphasis?

- (A) Reducing inflation
- (B) Increasing liquidity in the economy
- (C) Credit risk and recovery management
- (D) Reforming lending norms

Q68. When was the "Act East" policy, a significant shift in India's foreign policy, formally adopted?

- (A) 01/01/2012
- (B) 15/11/2014
- (C) 05/06/2015
- (D) 20/10/2013

Q69. What was the primary objective behind the creation of international economic organizations?

- (A) Promote economic growth
- (B) Improve standard of living
- (C) Promote economic development
- (D) Promote infrastructural development

Q70. In which location was the WTO conference for the year 2015 conducted?

- (A) Buenos Aires
- (B) Marrakech
- (C) Doha
- (D) Nairobi

Q71. For what primary purpose was the FAME scheme introduced by the Government of India?

- (A) Boost the petroleum industry
- (B) Reduce the initial cost of electric and hybrid vehicles for consumers
- (C) Increase taxes on non-electric vehicles
- (D) Regulate the automobile manufacturing sector

Q72. Which factors should be meticulously examined when considering underwriting as a segment of merchant banking activity?

- (A) The feasibility of the project
- (B) The geographical location of the project
- (C) Prevailing government regulations and policies
- (D) All of the above

Q73. Which method is typically employed for deal origination in venture capital financing?

- (A)
- (B) Referral system
- (C) Personal interactions and discussions
- (D) Reliance on entrepreneurial competencies

Q74. Who holds the primary responsibility for operating in the market and overseeing the management of the corpus fund?

- (A)
- (B) Asset Management Company (AMC)
- (C) Fund Manager
- (D) Stock Exchanges

Q75. Which statement best characterizes a Tri-Party Repo?

- (A) An arrangement to lend money against securities as collateral
- (B) A mechanism where securities are traded on a daily basis
- (C) A repurchase agreement involving a thirdparty custodian to facilitate the transaction
- (D) A bilateral contract between two parties without any intermediaries

Q76. According to RBI guidelines, what is the Customer Due Diligence (CDD) requirement when opening a savings bank account for Self-Help Groups (SHGs)?

- (A) All members of the SHG must undergo CDD
- (B) Only the president of the SHG must undergo CDD
- (C) There's no need for CDD for all members of the SHG
- (D) The SHG as a whole entity must undergo CDD

Q77. According to an IFC report, which of the following asset classes are eligible for leasing?

- (A) Only Construction equipment and IT equipment
- (B) A range including Medical equipment, solar equipment, ATMs, business jets, plant machinery, IT equipment, and construction equipment
- (C) Only IT equipment
- (D) Only Construction equipment

Q78. What is the name of the company established in 1850 in Calcutta, that marked the beginning of general insurance in India?

- (A) Bengal Insurance Company Ltd.
- (B) Triton General Insurance Pvt. Ltd.
- (C) Indian Life Assurance Company
- (D) Life Insurance Corporation of India

Q79. Which of the following options accurately describes the present structure of the reinsurance market in India?

- (A) Exclusive domain of GIC Reinsurers
- (B)
- One dominant national reinsurer and a presence of 10 foreign reinsurers
- (C) Numerous international reinsurers operating across borders
- (D) Not represented by any of the given choices

Q80. Which entity is anticipated to hold the majority of the equity capital in the National Asset Reconstruction Company Limited (NARCL)?

- (A) Public sector banks
- (B) Central government
- (C) Private sector banks
- (D) Reserve Bank of India (RBI)

Q81. Which category of banks is qualified to borrow from the Reserve Bank of India (RBI) at the Bank Rate?

- (A) Cooperative banks
- (B) Non-scheduled banks
- (C) Regional rural banks
- (D) Non-banking financial companies

Q82. What was the primary motivation behind the conversion of IFCl from a statutory corporation to a company governed by the Indian Companies Act in 1991?

- (A) To augment the authorized share capital of the company
- (B) To facilitate the raising of funds directly from capital markets
- (C) To optimize the management structure of the company
- (D) To diminish the company's reliance on governmental funding

Q83. What was the principal shortcoming identified by the Sub-Group on Housing Finance during the Seventh Five Year Plan?

- (A) Inadequate infrastructure facilities for housing
- (B) Unavailability of short-term finance for individual households
- (C) Unavailability of long-term finance for individual households
- (D) Limited government subsidies for housing

Q84. According to the RBI guidelines, what is the minimum requirement for net owned funds for an NBFC-MFI?

- (A) Rs 2 crore
- (B) Rs 3 crore
- (C) Rs 5 crore
- (D) Rs 10 crore

Q85. Which theorem posits that the longer the term to maturity of a bond, the greater will be its price sensitivity?

- (A) Theorem 1
- (B) Theorem 2
- (C) Theorem 3
- (D) Theorem 4

Q86. Which types of transactions predominantly constitute the Forex market

- (A) Exchange traded
- (B) Over-the-counter

- (C) Fixed exchange rate
- (D) Both A and B

Q87. What best defines an American Depository Receipt (ADR)?

- (A) A financial certificate listed exclusively on Asian stock exchanges
- (B) A certificate issued by a US financial institution representing shares in a foreign stock
- (C) A US-based receipt representing ownership of shares in an Indian corporation
- (D) A global depository receipt used for European companies

Q88. Which best describes the type of credit information reports Experian prepares in India?

- (A) Reports for individuals
- (B) Reports for individuals and corporations
- (C) Reports for corporations
- (D) None of the above

Q89. In India, is there a positive correlation between corporate bonds and government bonds?

- (A) No
- (B) Only sometimes
- (C) Yes
- (D) None of the above

Q90. Which of the following statements most accurately differentiates between bills discounting and factoring?

- (A) Factoring requires strong balance sheet and collaterals, while bill discounting does not
- (B) Bills discounting is only a mode of financing, while factoring involves complete receivables management
- (C) Bills discounting is done without recourse, while factoring can be done with recourse
- (D) Bills discounting is the job of the importer, while collection is the job of the factor.

Q91. What percentage of the salary is the EDLI (Employees' Deposit Linked Insurance) contribution made by the employer?

- (A) 0.5% of salary
- (B) 1% of salary
- (C) 2% of salary
- (D) 0% of salary

Q92. Is providing the Aadhaar Number compulsory for subscribing to the Atal Pension Yojana (APY)?

- (A) Aadhaar Number provision is optional.
- (B) Aadhaar Number is not a requisite.
- (C) Yes, in accordance with the stipulations of the Aadhaar Act, 2016.
- (D) The necessity is based on the subscriber's age and contribution sum.

Q93. What are the current Assets under Management (AUM) across active InvITs in India, as per a government report?

- (A) Rs1.4 lakh crores
- (B) Rs 47,500 crores
- (C) Rs 42,000 crores
- (D) Rs 7,800 crores

Q94. What does Securities Transaction Tax (STT) refer to?

- (A) A tax imposed on all trading activities on stock exchanges
- (B) A tax applicable solely to settled cash transactions
- (C) A tax imposed specifically on day trading activities
- (D) A tax applicable to only derivatives trading

Q95. When did the trading of derivatives begin in India?

- (A) July 2002
- (B) June 1999
- (C) June 2001
- (D) July 2001

Q96. Which document acts as an annexure to the master agreement?

- (A) A paper detailing the modifications, selections, and inclusions to the main agreement.
- (B) A document highlighting the business conditions of a distinct derivative deal.
- (C) A standard format document that allows modifications.
- (D) A paper solely utilized by banking and monetary establishments.

Q97. Which of the following best describes the primary purpose of SEBI?

- (A) To advocate for the benefits of stock markets.
- (B) To oversee the operations of banks within the securities sector.
- (C) To safeguard the rights and interests of securities investors.
- (D) To manage and regulate the activities of self-regulating bodies.

Q98. Which of the following is the exclusive right of the RBI as per Section 22 of the RBI Act?

- (A) To oversee the public debt of the Union.
- (B) To conduct all monetary, remittance, exchange, and banking operations for the Central Government in India.
- (C) To be the sole issuer of banknotes in India on behalf of the Central Government.
- (D) To extend loans and advances to banks and other institutions.

Q99. Under the Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY), what is the highest amount assured?

- (A) Rs. 1.5 Lakh
- (B) Rs. 2.5 Lakh
- (C) Rs. 4 Lakh
- (D) Rs. 6 Lakh

Q100. What did the Narasimham Committee suggest for the transformation of the Banking Sector?

- (A) Overhaul of the loan disbursement process
- (B) Implementation of prudential standards in banking operations
- (C) Enhancement of the supervisory framework for banks
- (D) All encompassing: A, B, and C

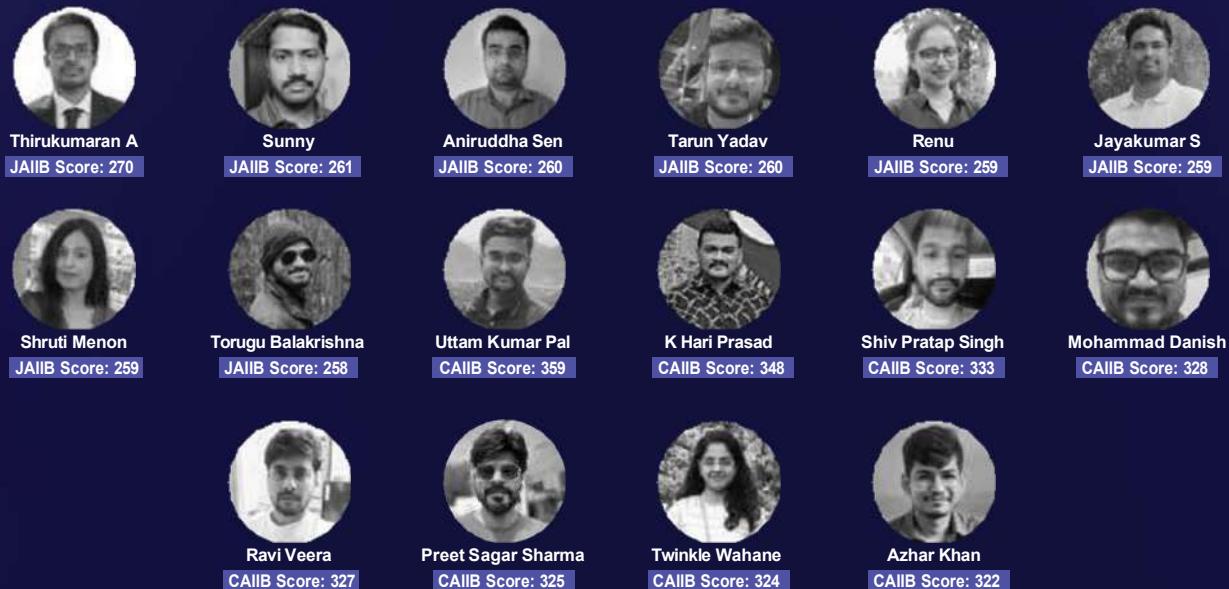
Answer Key

Q1. (B)	Q21. (B)	Q41. (C)	Q61. (B)	Q81. (B)
Q2. (C)	Q22. (B)	Q42. (A)	Q62. (D)	Q82. (B)
Q3. (D)	Q23. (C)	Q43. (A)	Q63. (D)	Q83. (C)
Q4. (C)	Q24. (A)	Q44. (A)	Q64. (B)	Q84. (C)
Q5. (D)	Q25. (A)	Q45. (B)	Q65. (B)	Q85. (C)
Q6. (C)	Q26. (B)	Q46. (A)	Q66. (D)	Q86. (D)
Q7. (B)	Q27. (A)	Q47. (B)	Q67. (C)	Q87. (B)
Q8. (B)	Q28. (B)	Q48. (B)	Q68. (B)	Q88. (B)
Q9. (C)	Q29. (B)	Q49. (B)	Q69. (B)	Q89. (C)
Q10. (C)	Q30. (A)	Q50. (C)	Q70. (D)	Q90. (B)
Q11. (C)	Q31. (A)	Q51. (C)	Q71. (B)	Q91. (A)
Q12. (C)	Q32. (B)	Q52. (C)	Q72. (D)	Q92. (C)
Q13. (A)	Q33. (B)	Q53. (A)	Q73. (B)	Q93. (A)
Q14. (C)	Q34. (A)	Q54. (C)	Q74. (C)	Q94. (A)
Q15. (C)	Q35. (B)	Q55. (D)	Q75. (C)	Q95. (C)
Q16. (B)	Q36. (A)	Q56. (C)	Q76. (D)	Q96. (A)
Q17. (C)	Q37. (A)	Q57. (B)	Q77. (B)	Q97. (C)
Q18. (C)	Q38. (B)	Q58. (C)	Q78. (B)	Q98. (C)
Q19. (C)	Q39. (A)	Q59. (D)	Q79. (B)	Q99. (B)
Q20. (C)	Q40. (C)	Q60. (B)	Q80. (A)	Q100. (D)



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Madhubanti Ray

1st attempt RBWM-63
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PPB-55
AFM-62
THANK YOU P. Sharma SIR.



16:20

MR

Gau K

Got 56 in AFM
Jaiib cleared... 😊
Thanks sir ..



15:19

GK

Manisha Morya

Thankyou so much sir... Got 58 ..
thanks for your efforts sir

15:21

MM

AND

Rbwm was not leaving me for
a long time. Thanks to your
master batch i cleared it and
finally cleared JAIIB sir. Thank
you so much



KM

15:36



Priyam Awasthi

AFM 51 Thankyou Pradhyuman
Sir only last 1 week ko de payi
thi apke classes or content
samjnae ka tarika Etna lazawab
hain ki non
commerce background hokr bi
AFM clear ho gya sir really you
are a great mentor big
Thankyou Pradhyuman sir



PA

SRIKANTH TALWAR

RBWM:61
IEIFS:50
PPB:62
AFB:54

Thank your Oliveboard team
for support and cleared in my
first attempt

11:18

ST

Utkarsh JAIIB

Got 55 in RBWM, believe me it was
quiet tough Cleared DBF aka Jaiib
in 1st attempt

11:22

U

But at the end if concepts are clear
its relatively easier

11:23

Shivani

Thank you sir AFM 52 cleared

11:40

S

IEIFS 53, PPB 48, AFM 52 & RBWM 50
cleared JAIIB in 1st Attempt Thanks
to Oliveboard

11:40



Manish Kumar Rawat

Got 52 sir thanks Rajeev sir

11:42

SK

Suman Kumari JAIIB

Thank you, Rajeev Sir, for your
guidance and support. I have
cleared the exam. Got 59.

11:45

AS

Arif Sheikh

Sir got 61 Thank you so much for
your efforts formaking us to qualify
in rbwm

11:54



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