

Question 1: Which of the following is the technical term used for “Letter of Credit”?

- Documentary credit
- Documentary evidence
- Documentary instrument
- Documentary proposal

Question 2: According to Negotiable Instrument Act, 1881, which of the following is NOT the type of promissory note?

- A promise to pay a certain sum of money to a person
- A promise to pay a certain sum of money to the order
- A promise to pay the bearer
- A promise to pay certain sum of money at some time

Question 3: Under Prudential Regulations, the maximum tenure of the auto loan finance shall not exceed:

- Five years
- Six years
- Seven years
- Eight years

Question 4: Which of the following is the fundamental objective of Bank Management?

- To maximize bank’s profit
- To be the top most bank in the competition
- To maximize shareholder’s wealth
- To earn extraordinary profits

Question 5: According to URR525, which of the following is a request for reimbursement from the Claiming Bank to the Reimbursing Bank?

- Reimbursement authorizations
- Reimbursement amendment
- Reimbursement claim
- Reimbursement undertaking

Question 6: All of the following are essentials of a valid acceptance of an instrument, EXCEPT:

- Must be conditional
- Signed by drawee or his agent
- Acceptance must appear on the bill
- Accepted bill must be delivered to the holder