

SHIVAJI COLLEGE, UNIVERSITY OF DELHI
DEPARTMENT OF ECONOMICS
INTERNAL TEST (Academic Year 2023-2024)

Name of the Course	: SEC	Semester: IV
Name of the Paper	: Finance for Everyone	Faculty Name: Nidhi Sehrawat
Duration	: 30 Minutes	Maximum Marks: 20
Date of Test	: 13 th April 2024	

Q1. Definition of financial planning is:

- a) “financial planning is the process of meeting one’s life goals through proper management of personal finances.”
- b) “financial planning is the process of meeting one’s life goals
- c) Financial planning is the proper management of personal finances”
- d) None of the above

Q2. Number of steps of financial planning are

- a) 4
- b) 5
- c) 6
- d) 7

Q3. The first step of the financial planning process is:

- a) Gathering client data, including goals
- b) Analysing and evaluating current situation and needs
- c) Establishing and defining client relationship
- d) Implementing the recommendations

Q4. Three categories of Financial Assets are

- a) Liquid, Metals , Equity
- b) Equity, Liquid, Fixed Income
- c) Real Estate, Equity, Fixed Income
- d) Commodities, Equity, Debt

Q5. Which skill involves evaluating and optimizing the use of different financial instruments and tools for achieving financial goals?

- a) Investment management
- b) Risk management
- c) Financial forecasting
- d) Financial analysis

Q6. A new savings scheme for women with a 7.5 percent fixed interest rate for two years has been launched in the budget 2023-2024. What is the scheme’s name?

- a) Mahila Samman Income Scheme
- b) Mahila Samman Saving Certificate
- c) Mahila Vikas Saving Certificate
- d) None of the above

Q7. Which of the following is India’s first paperless budget?

- a) Union Budget 2021-22

- b) Union Budget 2019-20
- c) Union Budget 2020-21
- d) Union Budget 2018-19

Q8. What do countercyclical fiscal policies aim to do?

- a) Match cycle direction
- b) Reduce fluctuations
- c) Reduce debt
- d) Increase cyclicalities

Q9. The distribution of burden of paying a tax is called

- a) Sharing of tax burden
- b) Shifting of tax
- c) Incidence of tax

Q10. Which of the following is not a part of the revenue receipts for the Government of India?

- a) The receipts from the collection of interest amount from its debtors
- b) The receipts from the collection of corporate taxes
- c) The dividends and profits received from the public sector units
- d) The receipts from disinvestment of public sector undertakings

Q11. When the Reserve Bank of India (RBI) raises the cash reserve ratio, it will

- a) Increase the supply of money
- b) Decrease supply of money
- c) Increase supply of money initially but decrease the supply
- d) No impact on the money supply in the economy

Q12. What is the full form of CIBIL? _____

Q13. Which one of the following statements is FALSE regarding transactions of Internet Banking?

- a) Statement of account is for a specific period
- b) Withdrawal of cash anywhere in India
- c) Balance Inquiry
- d) Transfer of funds from one account to another

Q14. _____ is an alphanumeric code that uniquely identifies a bank branch participating in the NEFT system

- a) IFSC
- b) STP
- c) SFMS
- d) RTGS

Q15. Indian Financial System Code is used for

- a) Real Time Gross Settlement
- b) Centralized Funds Management System
- c) All of the above
- d) National Electronic Fund Transfer

Q 16. The apex institution in agricultural finance is _____

- a) NABARD
- b) EXIM bank
- c) RBI
- d) IDBI

Q17. The banker advances money against immovable property only when the property is _____ to the banker

- a) Mortgaged
- b) Pledged
- c) Hypothecated
- d) None of these

Q18. What is RuPay Debit Card?

- a) Domestic debit card
- b) Introduced by National Payments Corporation of India
- c) Accepted at all ATMs & PoS machines
- d) All of above

Q19. Which of the following is not true about National Electronic Funds Transfer (NEFT) system?

- a) There is no limit on transaction through NEFT
- b) NEFT operates in hourly batches
- c) NEFT is a payment system which facilitates one-to-one funds transfer
- d) Only bank branches which are NEFT enabled, can be a part of the NEFT funds transfer network

Q20. What is Repo Rate?

- a) Rate at which RBI allows temporary loan facilities to commercial banks against government securities only on the condition that the bank will repurchase the securities within a short period.
- b) Rate offered by banks to their prime customers.
- c) When any bank has excess cash, securities are bought from RBI against cash with the condition that they will resell the securities to RBI on a pre fixed day and price.
- d) When a bank is in need of cash it can discount bills of exchange and avail loan facilities from Reserve Bank of India.

Nidhi