

JAIB PAPER NO. I – PRINCIPLES & PRACTICES OF BANKING

1. A minor on maturity can.....

- a. Ratify the guarantee given as a minor
- b. Ratify if the guarantee was given when he was above 10 years
- c. Cannot ratify the guarantee
- d. None of the above

2. When a customer deposits a sealed box with the bank for safe custody, the relationship between the two is.....

- a. Debtor & Creditor
- b. Principal & Agent
- c. Trustee & Beneficiary
- d. Bailor & Bailee

3. Alpha Bank receives a Garnishee Order for the account of Mr. Ram Pratap. Position of various accounts of Mr. Pratap was as under.....

- a. Savings A/C : Balance Rs.4500/- (Uncleared effects Rs.3900/-)
- b. Overdue FDR : Rs.15371
- c. Cash Credit A/C : Rs.7900/- (Cr. Balance)

How much amount will be attached?.....

- a. Rs.800/-
- b. Rs.4500/-
- c. Rs.16171/-
- d. Rs.23871/-

4. Every Product has four stages in it's life cycle – Introductory, Growth, Maturity & Decline. Which of the following Banking Products in India is at the Introductory Stage.....

- a. Tele Banking
- b. Home Banking
- c. Debit Cards
- d. All of these

5. The cheque signed by a partner presented after his death.....

- a. Should be returned even though other partners instruct it to be honoured
- b. Should be honoured if all the other partners instruct it to be honoured
- c. Should be honoured if the court instructs it to be honoured
- d. Should be honoured if the partnership deed instructs it to be honoured

6. **Under Projected Turnover Method (Nayak Committee) of Working Capital Finance, if Annual Projected Turnover is Rs.200/- Lac, how much will be the Maximum Permissible Bank Finance (MPBF).....**
 - a. Rs.10/- Lac
 - b. Rs.40/- Lac
 - c. Rs.50/- Lac
 - d. Rs.150/- Lac
7. **M/S Ram Pratap & Sons enjoy a Cash Credit Limit of Rs.50/- Lac from Alpha Bank. The balance in their CC A/C as on 30th Sep.2007 was Credit Rs.421574/-. What was the relationship between them.....**
 - a. Customer – Debtor, Bank – Creditor
 - b. Customer – Creditor, Bank – Debtor
 - c. Customer – Bailor, Bank – Bailee
 - d. Customer – Bailee, Bank – Bailor
8. **Elphi Bank, Tanzania opens a Current Account with Bank of Baroda, Mumabi Branch in Indian Rupees. For BOB this account will be a.....**
 - a. Nostro A/c
 - b. Vostro A/C
 - c. Loro A/C
 - d. Escrow A/C
9. **‘Buy Now Pay Later’ is associated with.....**
 - a. ATM Card
 - b. Debit Card
 - c. Credit Card
 - d. Smart Card
10. **A drawer of the cheque requests the bank to return the original cheque to him after payment. What action the bank should take.....**
 - a. It cannot be returned, since now it is the property of the bank
 - b. Only photocopy ‘certified as true’ can be given to the customer
 - c. It can be returned to the customer, retaining a photocopy
 - d. It can be returned to him only under directions of the court