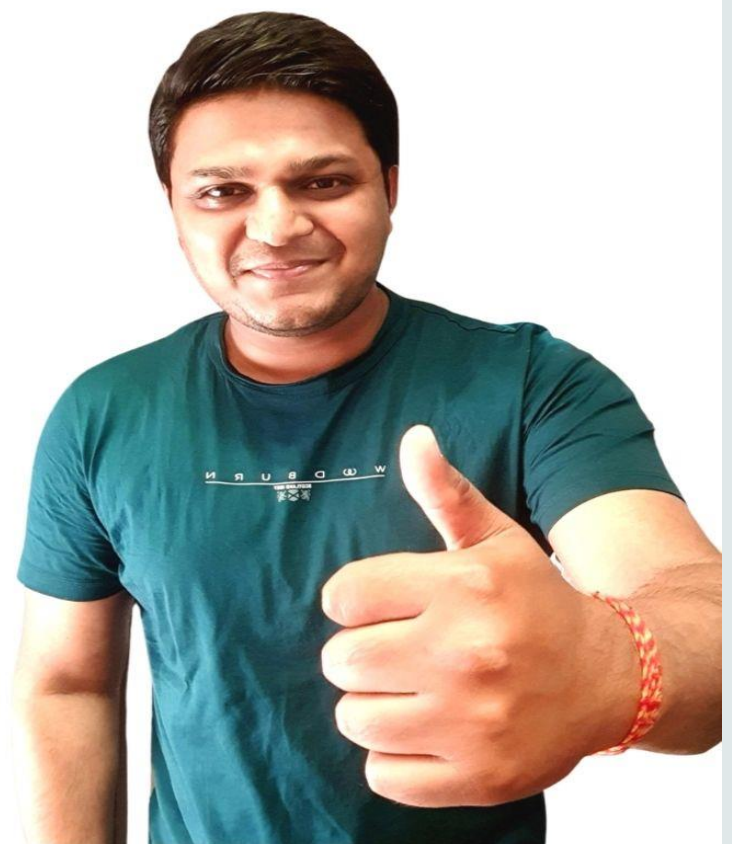


# PREVIOUS YEAR QUESTIONS

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**IIBF  
MSME**



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### MSME PREVIOUS YEAR QUESTIONS:

No.	Questions
1	<p>Which one of the following stages of development of MSMEs regulations are not required?</p> <p>A.) Entry Stage B.) Operational Stage C.) Manufacturing Stage D.) Implementation Stage</p>
2	<p>The invocation of guarantee shall be limited to the extent of _____ of the principal loan amount outstanding in the defaulted case.</p> <p>A.) 25% B.) 50% C.) 75% D.) 90%</p>
3	<p>The concept of teaching adults is called:</p> <p>A.) Anagogy B.) Andragogy C.) Pedagogy D.) Mystagogy</p>
4	<p>Under PMEGP, the minimum educational qualification for eligible youth is:</p> <p>A.) I.T.I. passed B.) Diploma holder C.) VIII standard passed D.) Matriculation (class X passed or failed)</p>

5	<p>A ____ is of vital importance to an industrial unit as it provides to the unit liquid resources needed to keep the unit going and their everybody dealing with sick units enables them</p> <p>A.) Government B.) Commercial Banks C.) Entrepreneur D.) Term Lending Institutions</p>
6	<p>Under Service sector, Micro enterprises investment in equipments does not exceed .....</p> <p>A.) Rs.5 lakhs B.) Rs. 10 lakhs C.) Rs. 15 lakhs D.) Rs. 20 lakhs</p>
7	<p>Which is good example of a whole industry pulling together to help itself and each of its individual companies aims to develop themselves through shared experiences and innovations?</p> <p>A.) South East England Development Agency B.) Scottish Food &amp; Drink Cluster C.) Massachusetts D.) None of these</p>
8	<p>Which of the following is correct about items reserved for small-scale sector? i) The advisory committee makes its recommendations for reservation/de-reservation in the light of the factors like economies of scale; level of employment ii) As per notification passed on 13th April 2015, there are no items reserved for exclusive manufacture in micro and small enterprises iii) The items are reserved/de-reserved in accordance with Section 35B of the industries? (Development &amp; Regulation Act),1951</p> <p>A.) (i) and (ii) only B.) (ii) and (iii) only C.) (i) and (iii) only D.) (i), (ii) and (iii)</p>

<b>9</b>	Who are all the participants of Bank guarantees? i) Applicant ii) Issuing Bank iii) Beneficiary iv) Advisory Bank  A.) (i) and (ii) only B.) (ii) and (iv) only C.) (i), (ii) and (iii) only D.) (i), (ii), (iii) and (iv)
<b>10</b>	An L/C where either the opener or the beneficiary is located outside the country of issue and arising out of export or import of goods/services out of/into the country of issue refer to as?  A.) Inland L/C B.) Revolving L/C C.) Foreign L/C D.) Green Clause L/C
<b>11</b>	The maximum claim settlement under Credit Guarantee Trust Scheme for Micro and Small Enterprises (CGTMSE) is at Rs lakhs.  A.) 50 B.) 62.5 C.) 75 D.) 200
<b>12</b>	Units that can be nursed but suitable nursing programme has not been devised. This is known as ..... area account.  A.) Sick grey B.) Sick black C.) Sick blue D.) Sick rehabilitation
<b>13</b>	Globally, successful instances of MSMEs have been witnessed in _____.  A.) USA and UK B.) German and Europe C.) German and Italy D.) None of the above

<b>14</b>	<p>The Secretary of Seth Chanan Mal Public Trust, a reputed trust having 3 Trustees, has approached you to open a saving bank account in favour of the Trust. While going through the Trust Deed submitted along with the application you find that there is no provision for operation of the bank account. What would you do under such circumstances?</p> <p>A.) the account would be allowed to be opened by the Secretary B.) operation in the account will be allowed jointly with the Chairman of the Trust C.) operation can be allowed against the joint signatures of all the Trustees D.) account will be opened only when the trust deed is modified</p>
<b>15</b>	<p>The Code of Bank's Commitment to MSE's which set minimum standards of banking and practices for banks to follow when they are dealing with MSE has been formulated by</p> <p>A.) BCSBI B.) SIDBI C.) RBI D.) GOI</p>
<b>16</b>	<p>The Government has reserved certain for production by small and medium sector because they .....</p> <p>A.) help in reducing monopoly B.) reduce regional imbalance C.) have inherent disadvantage while facing competition from large industries D.) generate large employment</p>
<b>17</b>	<p>Under the First Method of lending, the borrower is required to contribute a minimum of ..... of the working capital gap from the long-term sources. The balance amount i.e., _____ of the working capital gap represents the maximum permissible bank finance (MPBF).</p> <p>A.) 50%, 50% B.) 25%, 75% C.) 75%, 25% D.) 40%, 60%</p>

<b>18</b>	<p>_____ were created for facilitating technical consultancy for industrial projects and these organisations were established by the All India Financial Institutions in collaboration with the state level financial organisations.</p> <p>A.) Housing &amp; Urban Development Corporation Ltd. (HUDCO) B.) Institute for the Design of Electrical Measuring Instruments C.) Khadi &amp; Village Industries Commission D.) Technical Consultancy Organization (TCO)</p>
<b>19</b>	<p>What is NICDA?</p> <p>A.) National Institute for Coal Development Authority B.) National Industrial Corridor Development Authority C.) National Information Centre for Data Administration D.) None of these</p>
<b>20</b>	<p>Which one of the following activities is not included in Micro &amp; Small (Service) Enterprises?</p> <p>A.) Professional persons B.) Small business C.) Dairy D.) Self Employed persons</p>

**Answer Key**

<b>1</b>	C	<b>6</b>	B	<b>11</b>	D	<b>16</b>	D
<b>2</b>	C	<b>7</b>	B	<b>12</b>	A	<b>17</b>	B
<b>3</b>	B	<b>8</b>	A	<b>13</b>	C	<b>18</b>	B
<b>4</b>	C	<b>9</b>	D	<b>14</b>	C	<b>19</b>	B
<b>5</b>	B	<b>10</b>	C	<b>15</b>	A	<b>20</b>	C



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