

Visit: iibf.info

IIBF

AML KYC

MOCK TEST



Note: Though we had taken enough care to go through the questions, we advise everyone to update oneself with the latest information through RBI website and other authenticated sources.

November 2021

IIBF AML KYC MOCK TEST

Solve the test sincerely and refrain yourself from cheating. Because when you attempt the questions without looking up the answers before-hand then you will be able to remember the answers get very high.

Try to solve the given **mock test of within 15 Minutes** & then, can check your answers from the answer key provided at the last of this article!!

No.	QUESTIONS
1	What does CFT stands for under KYC/AML regulations? a) Combating the financing of terrorism b) Calculating financial terrorism c) Committee on financial terrorism d) Commission on financial terrorism
2	The amount beyond which cash transactions (in respect of both Receipts & Payments) are to be monitored by the Commercial Banks as stipulated by the Reserve Bank of India in its guidelines is _____. a) Rs.5,00,000.00 & above b) Rs.8,00,000.00 & above c) Rs.10,00,000.00 & above d) There is no such limit
3	Due diligence is done when an account is opened to enable the banks so as to ensure: a) the identification of the customer at the time of account opening b) correctness of the various denominations of notes that are given by the customers while an account is opened c) authenticity of the signatures of the customer at the time of account opening d) speeding up the process of opening of accounts the new customers
4	While opening an account of a partnership firm, one of the vital document that is to be produced by the partnership firm is which of the following documents?

	<p>a) Partners Memorandum of Understanding (MOU) b) Partnership Deed c) Registration certificate of Partnership Firm d) Signatures of all the partners</p>
5	<p>Cash cannot be accepted for the issue of Demand Deposits/TTs/Rupee TCs from the customers for Rs. _____.</p> <p>a) Rs.50,000.00 & above b) Rs.75,000.00 & above c) Rs.1,00,000.00 & above d) Rs.1,50,000.00 & above</p>
6	<p>The principal AML – (Anti-Money Laundering) responsibility of a financial institution is to ensure what of the following?</p> <p>a) that the proper due diligence is done at time of account opening b) that the proper due diligence is done at the time of account opening and the customer and his/her account(s) is/are properly monitored c) the customer and his/her account(s) is/are properly monitored d) None of the above</p>
7	<p>What refers to the reinjection of the laundered proceeds back into the economy in such a way so that they re-enter as normal business funds into the financial system?</p> <p>a) Layering b) Placement c) Integration d) Smurfing</p>
8	<p>Under KYC norms Banks should prepare a profile for?</p> <p>a) each new customer based on categorisation of risk. b) each new customer based on constitution. c) each new customer based on financial status. d) each new customer based on own funds.</p>
9	<p>One of the possible steps required to be undertaken while opening NRI account by the bank branch is which of the following?</p> <p>a) Authentication or verification of signature by the Indian Embassy</p>

	<p>b) Authentication or verification of signature that are made by the relatives of Non-Resident Indians in India</p> <p>c) Authentication or verification of signature made by friends of the Non-Resident Indians who are staying abroad</p> <p>d) All of the above</p>
10	<p>Which of the following document is a basic document, on the basis of which KYC guidelines have been issued?</p> <p>a) Financial Action Task Force & Anti-money laundering standards</p> <p>b) USA Patriot Act</p> <p>c) UNO Resolution on Iraq war</p> <p>d) None of the above document</p>
11	<p>Correspondent banking is which of the following options:</p> <p>a) the provision of depository services by one bank (i.e the correspondent bank) to another bank (known as the respondent bank)</p> <p>b) the provision of money market services by one bank (the correspondent bank) to the another bank (the respondent bank)</p> <p>c) the provision of capital market services by one bank (the correspondent bank) to the another bank (the respondent bank)</p> <p>d) the provision of banking services by one bank (the correspondent bank) to the another bank (the respondent bank)</p>
12	<p>Which of the following transaction(s) is/are not consistent with a salaried customers account who is employed in India?</p> <p>a) Frequent deposits of cash in large sums by 3rd parties</p> <p>b) Deposit of cheques that are issued by foreign companies</p> <p>c) High value transactions routed through his/her account with high frequency</p> <p>d) All of the above transactions</p>
13	<p>The four key elements of Know Your Customer policy in the context of recommendations of Financial Action Task Force (FATF) and instructed by Reserve Bank of India are?</p> <p>a) Customer Acceptance Policy, Customer Identification, Procedure, Monitoring of Transactions and Reporting of Transactions</p> <p>b) Customer Acceptance Policy, Customer Identification Procedure, Monitoring of Transactions and Risk Management</p>

	<p>c) Customer Acceptance policy, Monitoring of Transactions, Reporting of Transactions and Risk Management</p> <p>d) Customer Acceptance Procedure, Monitoring of High value Transactions, Customer Identification Policy and Risk Management</p>
14	<p>Which of the following are the unusual activities in respect of customers account?</p> <p>a) Opening of bank account at a place other than the place of work</p> <p>b) Frequent deposits of large amounts of money that bear the labels of other banks into the bank account</p> <p>c) Request for the closure of newly opened accounts where high value transactions are routed through</p> <p>d) All of the above activities</p>
15	<p>Strict adherence to KYC norms is achieved through which of the following activities or guidelines?</p> <p>a) following the guidelines of statutory authority</p> <p>b) identification of customers with the appropriate documents</p> <p>c) strict implementation of the Banking Systems & procedures while opening the accounts of customers</p> <p>d) All of the above</p>

ANSWER KEY			
1	a	9	a
2	c	10	a
3	a	11	d
4	b	12	d
5	a	13	b
6	b	14	d
7	c	15	d
8	a	-	-

You can find other mock tests available on IIBF AML/KYC Exam on our [website](#) & you can even attempt them online & get the answers right away. There are a total of **5 Mock Tests** free of cost you can attempt when you sign up @[iibf.info](#)

Thanks,

May you have success in your exam!!!

20% DISCOUNT OFFER

You can also avail the Festival Offer of **20% Discount** that is running on our Combo packs of IIBF CERTIFICATIONS/CAIIB/JAIIB/BANK PROMOTIONS using:

Code: LSPRO

STUDY MATERIAL

You can also avail our study material (**Video lectures**) on AML KYC. This study material is available in a mix of English + Hindi Language. This study material on AML KYC will have the following contents:

- **Full chapter-wise video course of AML/KYC** (mix of Hindi & English Language)
- **Detailed Concepts**
- **Questions**
- **Memory Recalled Questions**
- **Tests 2021-22:**
 - **Mock Tests**

It will also include **the previous year's papers** of AML KYC in the **LATEST STUDY MATERIAL** for 2022

The study Material for 2021-2022 is **tutored by Mr. Ashish Jain**, who is an **ex-banker with 7 years of experience in Credit department**. He has delivered **900+ hours of online classes** and has rendered services to **1,25,000+ candidates** so far.

With his **vast expertise** in the banking field and being **trusted by more than 1,25,000 of candidates**. He believes in making **his teaching- the best and quality experience** for his students and that too **at the most affordable price**.

TO GET ACCESS TO MORE MATERIAL ON AML KYC, PLEASE HIT ON THE LINKS BELOW:

ARTICLE LINKS:

YOUTUBE LINKS:

To know more about the courses or packages, you can either visit [our website](#) or download our app on the [Play Store](#).