

Sample Questions for Examination-

Certified Professional in Cooperative Banking (CPCB)-Level-I

1. Candidates please note that the following questions are for reference purpose only.

2. Types/Nature/Style etc of questions may be different in the examination, candidates are advised to prepare for the examination accordingly.

Module 1: Indian Financial System and Cooperative Credit Structure

1	Indian Economy is a/an _____ Economy. a. Agricultural b. Industrial c. Service based d. None of the above
2	What is the period of implementation of Integrated Watershed Development Programme (IWMP)? a. 4-7 years b. 5-7 years c. 4-6 years d. 5-6 years
3	Which of the following are capital market instruments? a. Inter-bank participation certificate, Corporate Loan b. Convertible / Non- convertible Debentures, Equity/Preference Shares c. Treasury bills. Commercial paper d. Certificate of Deposit, Repo
4	NGOs are Organizations: 1. That undertake voluntary action 2. Which are not legally constituted 3. That undertake social movements 4. Which are not participatory in nature Identify the correct statements from the above and choose the correct option from the following: a. 1 & 2 b. 1 & 3 c. 2 & 3 d. 3 & 4
5	The differences and similarities between PCARDBs and SCARDBs are mentioned below. Which of the following is true? a. PCARDBs do short term lending and SCARDBs do long term lending b. PCARDBs are the upper tier and SCARDBs are the lower tier of cooperative credit structure in India



	<p>c. Both PCARDBs and SCARDBs are dependent on borrowings for their lending business.</p> <p>d. Both PCARDBs and SCARDBs operate from villages and districts</p>
Answers	1 - a , 2- b , 3- b, 4- b, 5- c

Module 2- Bank Management

1	<p>Which out of the following is/are the objectives of effective management?</p> <p>a. Getting work done by available resources</p> <p>b. Adding value to an enterprise and persons</p> <p>c. Providing new ideas and vision to a group of persons for better results</p> <p>d. All of above</p>
2	<p>SARFAESI Act came in which year?</p> <p>a. 2001</p> <p>b. 2002</p> <p>c. 2003</p> <p>d. 2004</p>
3	<p>First Generation Computer used which of the following?</p> <p>a. Transistors</p> <p>b. Vacuum Tubes</p> <p>c. Integrated Chips</p> <p>d. All of the above</p>
4	<p>Which among the following is not hardware?</p> <p>a. CPU</p> <p>b. Unix</p> <p>c. Key board</p> <p>d. Monitor</p>
5	<p>The theory of Traits was developed by whom?</p> <p>a. McCrae and Costa</p> <p>b. Sigmund Freud</p> <p>c. Albert Bandura</p> <p>d. Lewin (1951)</p>
Answers	1 - d, 2 b, 3 - b, 4 - b, 5 - a



Module 3- Business Management

1	<p>The Primary Source of Funds for Cooperative banks is _____. Choose the most appropriate option.</p> <p>a. Deposits with Bank b. refinance from NABARD c. financial assistance from GoI & State Government d. long term investors</p>
2	<p>Tier 2 Share capital includes _____. Fill in the blank.</p> <p>a. Paid up share capital b. Free Reserves c. Revaluation Reserves d. Capital Reserve</p>
3	<p>Which of the following two statements are correct?</p> <p>i. Banks' KYC policy/norms normally consist of Customer Acceptance, Customer Identification and Risk Management ii. Bank's KYC norms do not involve Monitoring of Transactions</p> <p>a. Only i is correct * b. Both i and ii are correct c. Only ii is correct d. Both i and ii are incorrect</p>
4	<p>Financing for purchase of tractors, trailers, etc. falls under the category of Which type of Loans?</p> <p>a. KCC b. Farm Mechanization Term-loans c. Farmer/Krishi Loan d. Personal Term Loan</p>
5	<p>If a Co-operative Bank keeps deposits with other institutions/ companies, it is considered as what?</p> <p>a. Placement of Deposits b. Availment of loan c. Granting unsecured loan d. Contingent liability</p>
Answers	1 - a, 2 - c, 3 - a, 4 - b, 5 - c



Module 4- Accounting & Audit

1	The financial obligations of a business is known as _____. a. Assets b. Drawings c. Liabilities d. Debtors
2	The rent paid by the business is an item of _____. a. Deferred revenue expenditure b. Revenue expenditure c. Capital expenditure d. Capitalized expenditure
3	What is the journal entry for Depreciation? a. Debit the Depreciation Expense A/c and credit the Fixed Assets A/c b. Debit the Depreciation Expense A/c and credit the Accumulated Depreciation A/c c. Debit the Accumulated Depreciation A/c and credit the Depreciation Expense A/c d. Debit the P & L A/c and credit the Fixed Assets A/c
4	In case of common Size Profit & Loss Account, each item of the P & L A/c is stated as a percentage of _____. a. Sales b. Cost of sales c. Net profit after tax d. Share capital
5	When the short term funds are used for long term uses; what is it called? a. Capitalization of funds b. Diversion of funds c. Diversification of funds d. Leveraging
Answers	1 - c, 2 - b, 3 - a, 4 - a, 5 - b

N.B.

1. Candidates appearing for CPCB-Level-I examination scheduled on 10th and 11th January 2018 may note that the Centre of Examination will preferably be State Capitals only.

2. The details of the venue will be communicated to the candidates in due course. Candidates may be able to download the 'Admit Card from the website of C-PEC (<http://bird-cpec.in/>) at least one week in advance of the date of Examination.

3. Additional detail may be communicated in due course.

