

ECON-242 MCQ

Agricultural Finance & Co-operation

- Q.1 The word credit is derived from Latin word-----which means I believe.
a) Credi b) Cred c) **Credo** d) none of above
- Q.2 -----generally means studying, examining and analyzing the financial aspects pertaining to farm business, which is the core sector of India.
a) Agricultural Economics **b) Agricultural Finance**
c) Agricultural Marketing d) None of above
- Q.3 -----finance deals with different sources of raising funds for agriculture as a whole in the economy.
a) **Macro** b) Micro c) Agricultural d) Farm
- Q.4 -----finance is related to financing of agriculture at aggregate level.
a) **Macro** b) Micro c) Agricultural d) Farm
- Q.5 Micro-finance refers to financial management of the individual farm business units.
a) **Micro** b) Macro c) Agricultural d) Farm
- Q.6 ----- is concerned with the lending procedure, rules, regulations, monitoring and controlling of different agricultural credit institutions.
a) Micro- finance **b) Macro- finance**
c) Agricultural- finance d) Farm- finance
- Q.7 -----is concerned with the study as to how the individual farmer considers various sources of credit, quantum of credit to be borrowed from each source and how he allocates the same among the alternative uses with in the farm.
a) **Micro- finance** b) Macro- finance
c) Agricultural- finance d) Farm- finance
- Q.8 Credit is other wise called as-----.
a) Assets **b) loan** c) lending d) none of above
- Q.9 ----- is the “temporary transfer of asset from one who has to other who has not”
a) **Credit** b) Assets c) Equity d) None of above
- Q.10----- loans are to be repaid within a period of 6 to 18 months.
a) Long term b) Medium term c) **Short term** d)Term loan
- Q.11 -----type of loan repayment period varies from 18 months to 5 years.
a) Long term **b) Medium term** c) Short term d)Term loan

Q.13 Long term Loan + medium terms loans called -----.

- a) **Investment loans or term loans** b) Long term loan
c) medium term loan d) none of above

Q.14 Repayment period of medium term loan varies from -----.

- a) **18months to 5years** b) 6 to 18 months
c) 5 to 20 years d) more than 20years

Q.15 Repayment over a long time ranging from 5 years to more than 20 years or even more for ----- type of loan.

- a) **Long term** b) Medium term c) Short term d)Term loan.

Q.16 -----loans are also called as seasonal agricultural operations (SAO) loans or short – term loans or crop loans.

- a) Consumption **b) Production** c) Marketing d) Investment

Q.17 ----- loans refer to the credit given to the farmers for crop production and are intended to increase the production of crops.

- a) Consumption **b) Production** c) Marketing d) Investment

Q.18 These are loans given for purchase of equipment the productivity of which is distributed over more than one year.

- a) Consumption b) Production c) Marketing **d) Investment**

Q.19 These loans are meant to help the farmers in overcoming the distress sales and to market the produce in a better way.

- a) Consumption b) Production **c) Marketing** d) Investment

Q.20 Based on the warehouse receipt lending in the form of marketing loans by advancing ----- per cent of the value of the produce.

- a) 35 b) 25 **c) 75** d) 80

Q.21 Any loan advanced for some purpose other than production is broadly categorized as ----- loan.

- a) **Consumption** b) Production c) Marketing d) Investment

Q.22 ----- loans are provided for medical expenses, educational needs, and religious ceremonies.

- a) **Consumption** b) Production c) Marketing d) Investment

Q.23 Loans used for purchase of seeds, pesticides, fertilizers is known as ----- loan .

- a) Long term b) Medium term c) **Short term** d) Term loan.

Q.24 Loans used for purchasing of livestock, temporary development on land are categorized under-----loan.

- a) Long term b) **Medium term** c) Short term d) Term loan.

Q.25 Loans which are used for permanent development on land, digging of well, land leveling are categorized under -----loans

- a) **Long term** b) Medium term c) Short term d) None of above

Q.26 -----loan generate income immediately and are to be paid with in one year or after the completion of one crop season.

- a) **self-liquidating** b) partial liquidating
b) complete liquidating d) none of above

Q.27 -----loans will take some time to generate income and can be repaid in 2-5 years or more, based on the economic activity for which the loan was taken.

- a) Self-liquidating b) Partial liquidating
b) Complete liquidating d) **Both b& c**

Q.28 Crop loans re categorized under -----type of loan.

- a) Self-liquidating b) Short term c) Production d) **All of above**

Q.29 Loans advanced to individuals for different purposes will fall under ----- category.

- a) **individual Approach** b) area approach
c) DIR approach d) none of above

Q.30 Loans given to the persons falling under given area for specific purpose will be categorized under----- loan.

- a) individual Approach b) **area approach**

c) DIR approach

d) none of above

Q.30 Under ----- approach loans will be given to the weaker sections @ 4 per cent per annum.

a) individual

b) area

c) **DIR**

d) none of above

Q.31 Under DIR approach loans will be given to the weaker sections @ ----- per cent per annum.

a) 10

b) 12

c) **4**

d) 7

Q.32 Loans extended to the farmers directly are called ----- loans.

a) indirect

b) **direct**

c) Taccavi

d) All of above

Q.33 Loans given to the agro-based firms like fertilizer and pesticide industries which are indirectly beneficial to the farmers are called-----.

a) **Indirect**

b) direct

c) Taccavi

d) All of above

Q.34 -----Loans are directly given by government to the farmer in case of emergency by

a) Indirect

b) direct

c) **Taccavi**

d) All of above

Q.35 Loans advanced against some security by the borrower are termed as ----- loans.

a) **Secured**

b) unsecured

c) both of a & b

d) none of above

Q.36 Under -----type of loan borrower himself stands as the guarantor.

a) **Personal security**

b) collateral security

c) chattle loan

d) none of above

Q.37 ----- Loan is advanced on the farmer's promissory note

a) **Personal security**

b) collateral security

c) chattle loan

d) none of above

Q.39 The movable properties of the individuals like LIC bonds, fixed deposit bonds, warehouse receipts, machinery, livestock etc, are offered as security under ----- type of loan.

a) Personal security

b) **collateral security**

c) chattle loan

d) none of above

Q.40 ----- loan is obtained from pawn-brokers by pledging movable properties such as jewellery, utensils made of various metals, etc.

- a) Personal security
- b) collateral security
- c) **chattel loan**
- d) none of above

Q.41 In -----type of loan immovable properties are presented for security purpose For example, land, farm buildings, etc.

- a) **Mortgage**
- b) collateral security
- c) Chattel loan
- d) none of above

Q.42 mortgaged property is ancestrally inherited property of borrower when used as security purpose then it is called as -----loan.

- a) **Simple Mortgage**
- b) Equitable Mortgage
- c) Both a & b
- d) none of above

Q.43 The mortgaged property is self-acquired property of the borrower, when used as security purpose is called as -----loan.

- a) Simple Mortgage
- b) **Equitable Mortgage**
- c) Both a & b
- d) none of above

Q.44 In case of----- loans the farmer borrower has to register his property in the name of the banking institution as a security for the loan he obtains.

- a) **Simple Mortgage**
- b) Equitable Mortgage
- c) Both a & b
- d) none of above

Q.45 Which of the following are / is the type of mortgage loan.

- a) Simple
- b) Equitable
- c) **Both a & b**
- d) Complicated

Q.46 -----loans are used in the case of tractor loans, machinery loans etc.

- a) Mortgage
- b) **Hypothecation**
- c) Chattel loan
- d) none of above

Q.47 The agricultural produce of the farmer - borrower will be kept under the control of lending institutions and the loan is advanced to the farmer such type of loan is called as-----

- a) **Key loan** b) Open loan c) Mortgage d) None of above

Q.48 The physical possession of the purchased machinery rests with the borrower, but the legal ownership remains with the lending institution till the loan is repaid such type of loan is called as-----.

- a) Key loan **b) Open loan** c) Mortgage d) None of above

Q.49 The basis for any credit transaction is trust related with which of the following Cs of credit

- a) Capital b) Capacity **c) Character** d) condition

Q.50 Which is synonymous with repayment capacity.

- a) Capital **b) Capacity** c) Character d) condition

Q.51-----indicates the availability of money with the farmer - borrower.

- a) Capital** b) Capacity c) Character d) condition

Q.52 ----- is nothing but the ability of the farmer to repay the loan obtained for the productive purpose within a stipulated time period as fixed by the lending agency.

- a) Repayment capacity** b) Risk bearing ability
c) Return from investment d) None of above

Q.53 ----- is the ability of the farmer to withstand the risk that arises due to financial loss.

- a) Repayment capacity **b) Risk bearing ability**
c) Return from investment d) None of above

Q.54 Establishment of year RRB is -----.

- a) 1972 **b) 1975** c) 1982 d) 1918

Q. 55 According to which Committee's recommendation RRB was established?

- a) Narsimham** b) Nariman c) V.N. Rao d) None of above

Q.56 Capital structure of RRB is -----

Q.66 Which of the following are/ is the type of assets-

a) **Capital Turnover Ratio**

b) Gross ratio

c) Fixed ratio

d) none of above

Q.77 Under single window system cooperative marketing is under -----tier structure

a) One

b) Two

c) Three

d) Four

Q.78 Loans obtained from pawn brokers by pledging movable property is called as-----.

a) Term

b) Production

c) Chattel

d) All of above

Q.79 NABARD took over the function of -----

a) ACD

b) ARDC

c) RPCC

d) All of above

Q.80 Single window system of cooperative credit structure was introduced by-

a) Mohan Kanda

b) Narasimham

c) Raiffiensen

d) Nicholson

Q.81 Apex cooperative credit institution in India for disbursing long term loan is----

a) PLDB

b) APCOBARD

c) PACS

d) CLDB

Q.82 Grass root level cooperative credit institution in India for disbursing long term loan is----

a) PLDB

b) APCOBARD

c) PACS

d) CLDB

Q.83 Which of the following is not higher financing agency

a) IBRD

b) RBI

c) RRB

d) NABARD

Q.84 Which of the following is not constituent of world bank

a) IDA

b) ICF

c) IMF

d) IFC

Q.85 Establishment of LAMPS during

a) 1971

b) 1975

c) 1980

d) 1972

Q.86 DIR scheme was proposed by ----- committee

a) B.K. Hazare

b) B.Siva Raman

c) Mohan Kanda

d) V.L. Mehara.

Q.87 Which of the following is inversely related with repayment capacity

a) Gross income

b) Size of holding

c) Family Expenses

d) All

Q.88 The adjustment of gross income of farm business to its coefficient of variation in the project area is called -----

- a) **Risk bearing ability** b) Deflation c) Inflation d) Stagflation

Q.89 Crop insurance provides a means of

- a) **Reducing risk** b) lowering cost c) increasing profit d) increasing working capital

Q.90 ----- is the rate at which the banks borrow from RBI.

- a) **Bank rate** b) Reverse repo rate c) Repo rate d) CRR

Q.91 A term which has the same meaning as owner's equity is

- a) **Net worth** b) Net farm income c) Total assets value d) Total liabilities

Q.92 In crop loan scheme , the scale of finance is fixed taking in to consideration-----

- a) Fixed cost b) **Variable cost** c) Total Cost d) Opportunity cost

Q.93 District credit plan is prepared by ----- of the district

- a) NABARD b) **Lead bank** c) Cooperative bank d) Commercial bank

Q.94 Crop insurance scheme was first implemented in ----- state

- a) Andra Pradesh b) Punjab c) **Gujarat** d) Assam

Q.95 Comprehensive Crop insurance scheme was came in to existence-----

- a) 1980 b) **1985** c) 1990 d) 1995

Q.96 World Bank is officially known as -----

- a) ADB b) **IBRD** c) CRAFTICARD d) ARDC

Q.97 Which of the following affiliated agency of world bank provides soft loans to the developing country

- a) MIGA b) IMF c) IFC d) **IDA**

Q.98 One man one vote is the principle of -----

- a) JSC b) **cooperation** c) Individual business d) None of above

Q.99 First cooperative societies act was passed in -----year

- a) **1904** b) 1901 c) 1919 d) 1947

Q.100 Which of the following period is considered as boom period of cooperation

- a) 1904-12 b) **1929-33** c) 1920-29 d) 1947-53

Q.101 Asian Development bank (ADB) is located in-----

- a) India b) USA c) Sri Lanka **d) Philippines**

Q.102 Land development banks are the part of -----

- a) Commercial Bank **b) Cooperative bank** c) RRB d) SBI

Q.103 IBRD, IMF IDA & IFC collectively known as -----

- a) World Bank Group b) WTO c) NABARD d) RBI