

1. In cases where the staff who has given guarantee / availed loan has retired or is not alive or is not in service, such cases of compromise can be considered by \_\_\_\_\_
  - a. CAC-III
  - b. ZLCC
  - c. CAC-I
  - d. CAC-II
  - e. Delegated authority like any other compromise proposal under the Recovery Management Policy

**Answer:- Delegated authority like any other compromise proposal under the Recovery Management Policy**

2. In context of SAC at ZO, which amongst the following is/are should not be nominated as member of the said committee?
  - a. AGM / Chief Manager (Credit Monitoring),
  - b. AGM / Chief Manager ( P & D)
  - c. AGM / Chief Manager / Senior Manager (RMD)
  - d. External Independent Member: Retired High Court Judge/District Judge/Additional District Judge
  - e. AGM / Chief Manager / Senior Manager (Credit)

**Answer:- AGM / Chief Manager / Senior Manager (Credit)**

3. Delegated Authority for approving compromise settlements is determined with reference to the amount of \_\_\_\_\_ calculated as per the method set out in the Recovery Management policy?
  - a. Relief
  - b. Contractual Dues
  - c. Crystallized Dues
  - d. Sacrifice
  - e. Settlement Amount

**Answer:- Sacrifice**

4. Module approach of OTS is based on \_\_\_\_\_ key parameters?
  - a. 5
  - b. 4
  - c. 3
  - d. 2
  - e. 1

**Answer:- 4**

5. Which of the option is not the key parameter for calculation of minimum settlement amount under module approach ?
- Age of NPA
  - Legal position of bank
  - Aggregate means of borrower
  - Value of available security
  - Marketability of Security

**Answer:- Age of NPA**

6. Maximum Marks under module approach is \_\_\_\_\_
- 10
  - 12
  - 20
  - 25
  - 15

**Answer:- 15**

7. Under the head "Legal position of the Bank" as per Scoring Chart, maximum points allotted is \_\_
- 10
  - 5
  - 0
  - 1
  - 8

**Answer:- 1**

8. Under the head "Value of Available Security" as per Scoring Chart, maximum points awarded is \_\_\_\_\_
- 10
  - 5
  - 0
  - 1
  - 7

**Answer:- 7**

9. Under the head "Aggregate Means of borrowers" as per Scoring Chart, minimum points awarded is \_\_\_\_\_
- 10
  - 5
  - 0

- d. 1
- e. 8

**Answer:- 0**

**10. Crystallised dues for a NPA account is \_\_\_\_\_ till the end of the previous quarter when an acceptable offer from the borrower is received**

- a. Running Ledger balance
- b. Running Ledger Balance + Simple Interest @ MCLR 1Y from NPA date
- c. Dummy ledger balance
- d. Running Ledger Balance + Simple Interest @ MCLR1Y + 2% from NPA date
- e. Same as Contractual dues

**Answer:- Running Ledger Balance + Simple Interest @ MCLR 1Y from NPA date**

**11. Minimum settlement amount to be recovered \_\_\_\_ if points scored is 10**

- a. 100% of Outstanding in Running Ledger or more
- b. Outstanding in Running Ledger + Simple Interest @ MCL1Y+2%or more
- c. Outstanding in Running Ledger + Simple Interest @ MCL1Y or more
- d. Outstanding in Running Ledger + Simple Interest @ MCL1Y+3%or more
- e. 75% of Outstanding in Running Ledger or more

**Answer:- 100% of Outstanding in Running Ledger or more**

**12. Minimum settlement amount to be recovered \_\_\_\_ if points scored is in range of 0 to 3**

- a. 10% of Outstanding in Running Ledger or more
- b. 25% of Outstanding in Running Ledger or more
- c. As much as possible
- d. 50% to 75% of Outstanding in Running Ledger
- e. Outstanding in Running Ledger + Simple Interest @ MCL1Y or more

**Answer:- 10% of Outstanding in Running Ledger or more**

**13. Parameter -Marketability of Security is seggregated into \_\_\_\_ classifications**

- a. 5
- b. 4
- c. 2
- d. 3
- e. 6

**Answer:- 3**

**14. NPV is calculated at a discount rate equivalent to \_\_\_\_\_**

- a. Base Rate
- b. MCLR 1Y+3%
- c. MCLR 1Y+5%

- d. MCLR 1Y+2%
- e. None of the above

**Answer:- MCLR 1Y+3%**

**15. Which of the yardstick is not placed under "very difficult to market"?**

- a. Buildings/flats in possession of third parties/anti social elements
- b. All SARFAESI non-compliant securities like Agricultural Properties
- c. Lands, buildings near areas prone to heavy pollution
- d. Lands in no development zones
- e. Industrial Land & Building (owned with sale or conveyance deed)

**Answer:- Industrial Land & Building (owned with sale or conveyance deed)**

**16. Maximum time factor that may be considered is \_\_\_\_\_ years for the discount rate for calculation of NPV**

- a. 5
- b. 6
- c. 4
- d. 2
- e. 3

**Answer:- 5**

**17. Realizable value of primary/collateral security is to be excluded where agricultural land is offered as security and the O/s of the direct agriculture advance is upto \_\_\_\_\_**

- a. 1 crore
- b. 0.10 crore
- c. 0.15 crore
- d. 0.05 crore
- e. 0.50 crore

**Answer:- 0.10 crore**

**18. Regarding the guidelines on working of Settlement Advisory Committees, there shall be a \_\_\_\_\_ reporting system for cases disposed off by a delegatee, to the next higher authority to be complied.**

- a. Quarterly
- b. Half-yearly
- c. Monthly
- d. Bi-monthly
- e. Annually

**Answer:- Monthly**

**19. Delegation for settlement of NPAs classified as Wilful or Fraud will be with \_\_\_\_\_**

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- a. CAC-III
- b. ZLCC
- c. CAC-I
- d. CAC-II
- e. MCB

**Answer:- MCB**

**20. Interest is not chargeable on OTS amount if settlement amount is recovered within a period not exceeding \_\_\_\_\_ from date of communication of OTS sanction.**

- a. 1 year
- b. 24 months
- c. 3 months
- d. 6 months
- e. 1 month

**Answer:- 3 months**

**21. Appropriation of recovery in OTS cases is to be done as \_\_\_\_\_**

- a. Principal----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA----Expenses & cost
- b. Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA----Principal----Expenses & cost
- c. Expenses & cost----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA----Principal
- d. Principal----Expenses & cost----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA
- e. Expenses & cost----Principal----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA

**Answer:- Principal----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA----Expenses & cost**

**22. When there is no agreement between the debtor and creditor as to how monies paid by the debtor are required to be appropriated by the creditor, the order of appropriation of recoveries for Running accounts other than by way of OTS & NCLT shall be as \_\_\_\_\_**

- a. Principal----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA----Expenses & cost
- b. Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA----Principal----Expenses & cost
- c. Expenses & cost----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA----Principal

- d. Principal----Expenses & cost----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA
- e. Expenses & cost----Principal----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA

**Answer:- Expenses & cost----Interest held in Dummy ledger including unrecovered interest reversed at the time of NPA----Principal**

**23. Which of the following statement is not as per the latest Recovery Management Policy ?**

- a. Total Relief=Contractual dues-Settlement amount
- b. Sacrifice = Crystallized dues - Settlement amount
- c. Delegated authority for approval of OTS shall be exercised based on sacrifice
- d. Delegated authority for approval of OTS shall not be exercised based on Total Relief
- e. Credit card NPAs which are independent of other facilities (no other NPA loan accounts linked to the same CIF/ PAN in our bank) shall be handled by SAMV

**Answer:- Credit card NPAs which are independent of other facilities (no other NPA loan accounts linked to the same CIF/ PAN in our bank) shall be handled by SAMV**

**24. Before start of negotiations for compromise settlement or in order to consider any proposal for settlement received from the borrower, score card under the module approach should be drawn up and the minimum settlement amount should be calculated.Such mini**

- a. negotiaton round
- b. woven absolute
- c. consolidate carry out
- d. ball park
- e. mind secrecy

**Answer:- ball park**

**25. Valuers may not factor in the effect of above legal issues, while giving valuation. In such an event, opinion from a panel advocate or Law Officer on these legal issues should be obtained and if found that it is very difficult to disentangle the security**

- a. 8
- b. 7
- c. 10
- d. 11
- e. 9

**Answer:- 9**

**26. How much upfront amount should be insisted upon to ensure borrowers' seriousness in settlement of OTS proposal?**

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- a. Depends on OTS amount
- b. 40% of OTS amount
- c. 5% of OTS amount
- d. 10% of OTS amount
- e. No such specific guideline

**Answer:- 10% of OTS amount**

27. In case the delay is beyond \_\_\_\_\_, the OTS should be treated defunct/cancelled and fresh negotiation be held with the borrower and the proposal be placed before appropriate competent authority for approval.

- a. 3 years
- b. 1 year
- c. 4 years
- d. 2 years
- e. 3 months

**Answer:- 3 years**

28. Condonation of delay to be exercised only when minimum \_\_\_\_ % of sanctioned OTS amount has been received.

- a. 28
- b. 17
- c. 10
- d. 15
- e. 25

**Answer:- 25**

29. In the case of proposals sanctioned by ZLCC and below the administrative powers for condoning delay rests with \_\_\_\_\_ if the period of delay is upto 6 months.

- a. ZLCC
- b. CAC-III
- c. RLCC-I
- d. CAC-II
- e. CAC-I

**Answer:- RLCC-I**

30. The delegated authority for sanctioning compromise proposals of in service staff related / staff guaranteed NPA accounts of the award staff and officers up to and inclusive of Scale III will be with \_\_\_\_\_

- a. ZLCC
- b. CAC-III

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- c. RLCC-I/RLCC-II
- d. CAC-II
- e. CAC-I

**Answer:- RLCC-I/RLCC-II**