

Topic- Lead Bank Scheme & Priority Sector Lending –
Targets and Classification (**Gyan Kasouti**)

1. **Block Level Bankers' Committee meetings should be convened at _____ interval**
- Monthly
 - Quarterly
 - Half Yearly
 - Yearly
 - No such specifications

Answer:- Quarterly

2. **Who is the Chairman of the District Consultative Committee(DCC)?**
- Lead District Manager
 - District Development Manager of NABARD
 - Lead District Officer of RBI
 - Elected District Panchayat President
 - District Collector / Magistrate

Answer:- District Collector / Magistrate

3. **What is RSETI?**
- Rural and Social Education and Training Institute
 - Rural and Semi urban Entrepreneur Training Institute
 - Rural Self Employment Training Institute
 - Regional Self Employment and Training Institute
 - Regional and State level Entrepreneurship Training Institute

Answer:- Rural Self Employment Training Institute

4. **Under Lead Bank Scheme, _____ is an apex inter-institutional forum to create adequate coordination machinery in all states on uniform basis for overall development of the State**
- State unit of Reserve bank of India
 - State unit of NABARD
 - State Level Bankers' Committee
 - State Level Coordination Committee
 - Joint Committee of Bankers and Ministries

Answer:- State Level Bankers' Committee

5. **State Level Bankers' Committee meetings are chaired by _____ and co-chaired by _____**
- MD/ ED of the State Convenor Bank; Deputy Governor of RBI
 - MD/ ED of the State Convenor Bank; Additional Chief Secretary or State Development Commissioner

Topic- Lead Bank Scheme & Priority Sector Lending –
Targets and Classification (**Gyan Kasouti**)

- c. MD/ ED of the State Convenor Bank; Additional Chief Secretary or State Development Commissioner and /or Regional Director of RBI
- d. Regional Director of RBI; Finance Secretary of the State
- e. Regional Director of RBI; Chairman of Planning Commission of the State

Answer:- MD/ ED of the State Convenor Bank; Additional Chief Secretary or State Development Commissioner and /or Regional Director of RBI

6. Main function of the Steering Sub Committee of SLBC is to

- a. deliberate on agenda proposals for SLBC meeting
- b. invite the dignitaries to SLBC meeting
- c. arrange the venue and other infrastructure facilities for SLBC meeting
- d. coordinate with heads of state departments
- e. All the above

Answer:- deliberate on agenda proposals for SLBC meeting

7. Under Lead Bank Scheme, Potential Linked Credit Plan (PLP) is prepared by _____

- a. State Level Bankers' Committee
- b. District Level Consultative Committee
- c. Block Level Bankers' Committee
- d. NABARD
- e. Regional Office, Reserve Bank of India

Answer:- NABARD

8. Based on the Potential Linked Credit Plan, Branches have to prepare Annual Credit Plan (ACP) with confirmation of their controlling office and consolidated at _____ level

- a. Block
- b. Taluk
- c. District
- d. State
- e. Regional Office level

Answer:- Block

9. Which Banks can include contingent liabilities/off-balance sheet items as part of priority sector achievement with certain conditions?

- a. Commercial Banks
- b. RRBs
- c. Foreign Banks with less than 20 branches
- d. Foreign Banks with more than 20 branches
- e. All of these

Answer:- Foreign Banks with less than 20 branches

10. The term “all-inclusive interest” includes

- a. Interest
- b. Processing fees
- c. Service charges
- d. All of these
- e. A and B

Answer:- All of these

11. Target for Small Finance Banks for total priority sector is per cent of ANBC or CEOBE whichever is higher.

- a. 18
- b. 32
- c. 40
- d. 75
- e. 50

Answer:- 75

12. Which of the following statement is incorrect in respect of provisions in PSL guidelines to address regional disparities in the flow of priority sector credit.

- a. There is provision in PSL guidelines to address regional disparities in the flow of priority sector credit at the district level
- b. Districts are ranked on the basis of per capita credit flow to priority sector to build an incentive framework for districts with comparatively lower flow of credit
- c. Districts are ranked on the basis of per capita credit flow to priority sector to build an Dis-incentive framework for districts with comparatively lower flow of credit
- d. Districts are ranked on the basis of per capita credit flow to priority sector to build an Dis-incentive framework for districts with comparatively higher flow of credit
- e. A & B are incorrect

Answer:- Districts are ranked on the basis of per capita credit flow to priority sector to build an Dis-incentive framework for districts with comparatively lower flow of credit

13. What is the weightage assigned to the incremental priority sector credit in the identified districts where the credit flow is comparatively lower (per capita PSL less than ₹6000)?

- a. 0.9
- b. 1.25
- c. 1
- d. 0.75
- e. 1.5

Answer:- 1.25

14. According to PSL guidelines, a lower weight (90%) would be assigned for incremental priority sector credit in the identified districts where the credit flow is comparatively higher per capita PSL greater than.....

- a. Rs 6000
- b. Rs 10000
- c. Rs 15000
- d. Rs 25000
- e. Rs 50000

Answer:- Rs 25000

15. Which of the following is not a component as per the classification of activity under Farm Credit?

- a. Crop loans
- b. Medium and long-term loans for agriculture and allied activities
- c. Loans for pre and post-harvest activities
- d. Loans to distressed farmers indebted to institutional lenders.
- e. Loan against warehouse receipts (WHR) to farmers

Answer:- Loans to distressed farmers indebted to institutional lenders.

16. What is the maximum limit to classify the finance against e-NWR?

- a. Rs 75 Lakhs
- b. Rs 50 lakhs
- c. Rs 25 lakhs
- d. Rs 10 lakhs
- e. None of these

Answer:- Rs 75 Lakhs

17. Loans to borrowing entity to FPOs/FPCs undertaking farming with assured marketing of their produce at a pre-determined price, can be classified under Agriculture up to an aggregate limit of

- a. Rs.1 crore per borrower
- b. Rs.2 crore per borrower
- c. Rs.5 crore per borrower
- d. No limit
- e. None of these

Answer:- Rs.5 crore per borrower

18. Loans up to to co-operative societies of farmers for purchase of the produce of members, classified under Ancillary activities as per PSL guidelines.

Topic- Lead Bank Scheme & Priority Sector Lending –
Targets and Classification (**Gyan Kasouti**)

- a. 1 crore
- b. 2 crore
- c. 5 crore
- d. 10 crore
- e. None of these

Answer:- 5 crore

19. Which of the following is not a component of ancillary activities under Agriculture as per PSL guidelines?

- a. Outstanding deposits under RIDF and other eligible funds with NABARD on account of priority sector shortfall.
- b. Loans for setting up of Agri-clinics and Agri-business centres
- c. Loans to Custom Service Units managed by individuals, institutions or organizations who maintain a fleet of tractors
- d. Loans for Food and Agro-processing up to an aggregate sanctioned limit of ₹200 crore per borrower from the banking system.
- e. Bank loans to Primary Agricultural Credit Societies (PACS)

Answer:- Loans for Food and Agro-processing up to an aggregate sanctioned limit of ₹200 crore per borrower from the banking system.

20. Bank credit to registered NBFCs (other than MFIs) towards on-lending for 'Term lending' component under agriculture will be allowed up to per borrower

- a. Rs 20 lakhs
- b. Rs 25 Lakhs
- c. Rs 10 Lakhs
- d. Rs 30 Lakhs
- e. Rs 40 Lakhs

Answer:- Rs 10 Lakhs

21. Factoring transactions by banks which carry out the business of factoring departmentally wherever the 'assignor' is a Micro, Small or Medium Enterprise would be eligible for classification under MSME category on the reporting dates.

- a. Without recourse
- b. With recourse
- c. Both A and B
- d. All
- e. None of these

Answer:- With recourse

22. Which of the following is incorrect in respect of classification of MSME as per PSL guidelines?

- a. All loans to units in the KVI sector will be eligible for classification under the sub-target of 7.5 percent prescribed for Micro Enterprises under priority sector
- b. Factoring transactions pertaining to MSMEs taking place through the Trade Receivables Discounting System (TReDS) shall also be eligible for classification under priority sector.
- c. Loans up to ₹100 crore to Start-ups, as per definition of Ministry of Commerce and Industry, Govt. of India that confirm to the definition of MSME
- d. Loans to entities involved in assisting the decentralized sector in the supply of inputs and marketing of output of artisans, village and cottage industries.
- e. Loans to co-operatives of producers in the decentralized sector viz. artisans, village and cottage industries

Answer:- Loans up to ₹100 crore to Start-ups, as per definition of Ministry of Commerce and Industry, Govt. of India that confirm to the definition of MSME

23. Loans up to..... to individuals solely engaged in Allied activities without any accompanying land holding criteria will be classified under Small and Marginal Farmer.

- a. Rs 2 Lakh
- b. Classification is depend only on land holding
- c. Rs 5 Lakh
- d. Rs 1.60 lakhs
- e. None of these

Answer:- Rs 2 Lakh

24. Export Credit (other than in agriculture and MSME) will be allowed to be classified as priority sector for Foreign banks with less than 20 branches.....

- a. Incremental export credit over corresponding date of the preceding year, up to 2 per cent of ANBC or CEOBE whichever is higher
- b. To a sanctioned limit of up to ₹ 40 crore per borrower.
- c. Export credit up to 32 per cent of ANBC or CEOBE whichever is higher.
- d. Incremental export credit over corresponding date of the preceding year, up to 32 per cent of ANBC or CEOBE whichever is higher
- e. To a sanctioned limit of up to ₹ 100 crore per borrower.

Answer:- Export credit up to 32 per cent of ANBC or CEOBE whichever is higher.

25. Bank loans to any governmental agency for construction of dwelling units or for slum clearance and rehabilitation of slum dwellers subject to dwelling units with carpet area of not more than, can be classified under Priority Sector

Topic- Lead Bank Scheme & Priority Sector Lending –
Targets and Classification (**Gyan Kasouti**)

- a. 60 sq.m.
- b. 45 sq.m.
- c. 120 sq.m.
- d. 180 sq.m.
- e. 100 sq.m.

Answer:- 60 sq.m.

26. Bank loans up to a limit of crore per borrower for setting up schools, drinking water facilities and sanitation facilities including construction/ refurbishment of household toilets and water improvements at household level, etc. in Tier II to Tier

- a. Rs 5 crore
- b. Rs 25 crore
- c. Rs 10 crore
- d. Rs 100 crore
- e. None of these

Answer:- Rs 5 crore

27. Bank loans up to a limit of per borrower for building health care facilities including under ‘Ayushman Bharat’ in Tier II to Tier VI centres can be classified under Priority Sector

- a. Rs 5 crore
- b. Rs 25 crore
- c. Rs 10 crore
- d. Rs 100 crore
- e. None of these

Answer:- Rs 10 crore

28. Priority Sector Lending (PSL) guidelines are issued under.....

- a. Sections 21 and 35A of the Banking Regulation Act, 1949
- b. Section 35A of RBI act
- c. RRB Act
- d. NABARD act
- e. None of these

Answer:- Sections 21 and 35A of the Banking Regulation Act, 1949

29. Which of the following is not part of Agriculture Infrastructure

- a. Agri-biotechnology
- b. Warehouse
- c. Seed production
- d. RIDF

Topic- Lead Bank Scheme & Priority Sector Lending –
Targets and Classification (**Gyan Kasouti**)

e. Soil conservation and watershed development

Answer:- RIDF

30. All loans to units in the KVI sector will be eligible for classification under _____

- a. Medium Enterprises under Priority Sector
- b. Small Enterprises under Priority Sector
- c. Micro Enterprises under Priority Sector
- d. Not under Priority Sector
- e. None of these

Answer:- Micro Enterprises under Priority Sector

31. Which of the following included for SMF target?

- a. Farmers with landholding of up to 1 hectare
- b. Farmers with a landholding of more than 1 hectare and up to 2 hectares
- c. Farmers with a landholding of more than 2 hectare
- d. Both A and B
- e. None of these

Answer:- Both A and B

32. For individual household, loan limit up to Rs.____ lakh per borrower will be classified under Renewal Energy as per PSL guidelines.

- a. 30 Crore
- b. 30 lakh
- c. 10 lakh
- d. 5 lakh
- e. 1 lakh

Answer:- 10 lakh