



# CANARA BANK OFFICERS' ASSOCIATION PROMOTION STUDY MATERIAL - 2017

## FOREIGN EXCHANGE-2018

### CHAPTER – I

#### NON RESIDENT DEPOSITS OBJECTIVE TYPE

#### NON- RESIDENT (ORDINARY) ACCOUNT

**1. Which of the following statements, satisfies the definition of an NRI :**

- a. person who has gone abroad for employment, education, business or vocation or for any other purpose for indefinite stay
- b. a person employed abroad at least for 1 year period
- c. a person recognized for income tax purpose as NRI
- d. a person lived abroad at least for 6 months continuously
- e. none of the above.

**2. A person will be called an NRIO or PIO when:**

- a. he had held an Indian passport at any time earlier
- b. either his parent or grandparent were of Indian nationality
- c. he/she is the spouse of any one of the above two
- d. (a) or (b) or (c) above
- e. none of the above.

**3. An Overseas Corporate Body is an organisation where \_\_\_\_\_% of the shareholding / beneficial interest should be held by \_\_\_\_\_:**

- a. 90% and foreigners
- c. 75% and NRIs
- b. 60% and NRIs (PIOs)
- d. 60% and persons of Foreign origin
- e. none of the above.

**4. Persons of Bangladesh nationality can open the Non Resident Ordinary accounts.**

- a. With permission from FD concerned .
- b. Without permission from RBI .
- c. With permission from RBI and permission from concerned FD
- d. With permission from concerned Circle Office .
- e. none of the above.

**5. Introduction for NR accounts can be obtained from:**

- a. NRI's bankers abroad with their seal and signature
- b. Officer of Indian embassy / consulate, etc.
- c. any depositor of any of our branch in India
- d. any one of the above persons



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e.none of the above.

**6.Under FEMA, a resident Indian is defined as one:**

- a.who stays in India for more than 182 days ( in other words ,183 days and above ) in the preceding financial year
- b.who stays in India throughout the preceding financial year
- c.who stays in India for a period of six months in the preceding financial year
- d.who stays in India indefinitely.
- e.none of the above.

**7.The types of accounts those can be opened under NRO are:**

- a.Current and SB only
- b Current / SB / FD / KDR/RD
- c.FDR / KDR only
- d. Current / SB / Term Deposits
- e.none of the above.

**8.NRO accounts can be opened by:**

- a.All NRIs
- b.All NRIs and NRIOs
- c.All NRIs, NRIOs, OCBs
- d.All NRIs, NRIOs, (PIOs), Foreign Tourists, Foreign National of Foreign Origin
- e.none of the above.

**9.Proceeds of encashment of foreign currency notes and FCTCs encashed with Money Changers can be credited to NRE accounts on the strength of Encashment Certificate issued to them**

- a. True without any authority's permission.
- b. False
- c.with CO permission.
- d.with FD/RBI permission.
- e.none of the above.

**10.Foreign TOURISTS visiting India for a stay of less than 6 months can open:**

- a.NRE A/Cs
- b QA 22 A/Cs
- c.Domestic SB A/Cs
- d. NRO A/Cs
- e.none of the above.

**11.The son of an NRI, who is an PIO, can have accounts in India:**

- a.Independently
- b.Jointly with an NRI
- c.Jointly with a PIO
- d. all the above.



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e.none of the above.

**12.NRO accounts can be opened as joint accounts where :**

- a.all the depositors are Non Residents only
- b.at least one of the depositors is a Non Resident
- c.at least one of the depositors is an Indian resident
- d.by all the above persons
- e.none of the above.

**13.In a joint NRO account with a resident:**

- a.Funds from both NRI and residents can be credited
- b.Funds from NRI alone is permitted to be credited
- c.Funds only from resident can be credited
- d.Only funds from abroad from NRI permitted to be credited
- e.none of the above.

**14.Normally repatriation of funds from NRO can be permitted by branches:**

- a.for any current income of NRI, subject to deduction of Tax
- b.provided the original funds have not lost their identity
- c.Under no circumstances, the amount can be repatriated
- d.All the above
- e.none of the above.

**15.From the NRO account, the amount that can be repatriated for education of the dependent children of NRIs/medical expenses of self or family members/sale proceeds of immovable property is:**

- a.USD 1,000,000 per calendar year
- b.USD 1,000,000 per academic year
- c.USD 30 000 per year
- d.USD 1,000,000 per financial year
- e.none of the above.

**17.TOD in NRO SB as per FEMA can be allowed upto \_\_\_\_\_ subject to delegated powers:**

- a.No ceiling
- b.Rs. 20000
- c. Rs. 5000
- d. No TOD allowed
- e.none of the above.

**18.On the interest on NRO, TDS has to be deducted at:**

- a.30.90 % if NRI is not living in DTAA country or if living in DTAA country but not submitted declaration
- b.33% + surcharge
- c.30.60% + surcharge
- d.30% and no surcharge/educational cess is applicable for NRIs
- e.none of the above.



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### 19. Loans to third parties (Residents) against security of NRO Deposits:

- a. Cannot be granted
- b. Can be granted only for agricultural activities
- c. Can be granted for carrying on business or trade other than agri / plantation / real estate business
- d. Can be permitted subject to certain conditions
- e. none of the above.

### 20. Loans to depositors against NRO/NRE term deposits can be given upto

- a. upto 75% of the deposit amount
- b. upto 75% of the ledger balance
- c. upto 90% of the ledger balance
- d. upto 75% of the ledger balance by branch and upto 90% if permitted by DM(O) OF CO and CM/ AGM/DGM of branches
- e. none of the above.

### 21. NRE accounts can be opened as:

- a. only SB and Term deposits
- b. SB / CA / Term deposit for min one year and max ten years
- c. SB/ CA / Term deposit for max period of 10 years.
- d. Any deposit for any period of time without max limit
- e. none of the above.

### 22. NRE accounts can be opened in \_\_\_\_\_ currency and for joint accounts \_\_\_\_\_

- a. any currency and all the depositors should be NRIs/OCB
- b. Indian rupees only and all depositors should be NRIs/PIOs
- c. only in Indian rupee and US \$ and any one depositor need be an NR or OCB
- d. Indian rupee only and any one depositor need be an NR or OCB
- e. none of the above.

### 23. IT on interest earned on NRE Dep. is to be deducted at \_\_\_\_\_% and the account is.....

- a. 30% and both Wealth and Gift tax provisions
- b. NIL and not subject to Wealth / Gift tax
- c. Nil and subject only to Wealth Tax
- d. 30% and not subject to Wealth / Gift Tax
- e. none of the above.

### 24. Transfer of funds from one NRE account to another NRE account:

- a. is permitted
- b. only between two NRE accounts of the same NRI
- c. no transfer is allowed
- d. (a) above and also from NRO to NRE account of the same party
- e. none of the above.



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25. NRE accounts can be opened on the strength of encashment certificate issued by other authorised Dealers: (ID 83/07)
- True
  - False
  - True with CO permission.
  - True without any authority's permission.
  - none of the above.
26. An LIC Policy 's premium is paid to the debit of NRE a/c every month. The Policy has matured . The amount can be credited to: (ID 20/08)
- NRE Account subject to tax formalities
  - NRO A/C
  - With RBI permission Policy money can be repatriated
  - All of the above
  - none of the above.
27. A house is purchased from out of NRE funds. The rent coming from the house property can be credited to:
- NRE A/C, subject to certain conditions
  - NRO A/C
  - can be repatriated after deducting TDS
  - Any one of the above
  - None of the above.
28. The resident Power of Attorney / LA holder of an NRE a/c is:
- Permitted to repatriate funds outside India
  - Permitted to repatriate funds outside India for making payment of gifts
  - Permitted to repatriate funds outside India only to the account of depositor.
  - Permitted to repatriate funds only for some specified purposes
  - None of the above.
29. A credit for Rs.1 lac received from abroad is inadvertently credited to NRO a/c of the party because of which, when a clearing cheque is presented in NRE a/c there is no sufficient balance:
- The wrong entry can be reversed and the cheque can be passed
  - RBI permission required for reversing the entry
  - The cheque can be passed in the NROA/C
  - All of the above
  - None of the above.
30. The balance in an NRE A/C is Rs.98,500/-. The party has sent instructions for issue of FDD favouring a commercial establishment abroad for Rs.1 lac. The party is also having Term Deposits in NRE worth Rs.20 lacs:
- Party's instructions cannot be complied as there is no sufficient balance in the account.



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- b. Party's instructions can be complied by allowing a TOD of Rs.1,500/-
  - c. FDD can be issued for Rs.98,500/- only
  - d. Matter to be referred to RBI
  - e. None of the above.
- 31. A house was purchased by an NRI out of the funds in NRE. The party has disposed off the property and request for crediting the same in his account. It can be credited to:**
- a. NRE A/C itself as the original investment was made out of NRE a/c only
  - b. NRE A/C to the extent of original investment made in terms of foreign exchange
  - c. With RBI permission the amount can be credited to NRE A/C
  - d. All of the above
  - e. None of the above
- 32. TOD in NRE SB can be allowed up to Rs \_\_\_\_\_ subject to delegation of powers and this TOD can be cleared from \_\_\_\_\_:**
- a. 5000 and funds remitted from abroad only
  - b. 50000 and any repatriable source of funds
  - c. 2500 and funds any account of the depositor
  - d. No TOD can be granted in NRE SB
  - e. None of the above
- 33. An NRI depositor has given instructions for before maturity closure of NRE term deposits to be re-invested in FCNR term deposits. This attracts:**
- a. Penal cut of 1%
  - b. Penalty need not be imposed as the deposit remains with us only
  - c. Manager can waive the penalty
  - d. All of the above
  - e. None of the above
- 34. An NRI depositor has given instructions for before maturity closure of NRE term deposits and transferred to some other authorised dealer:**
- a. Penal cut need not be effected.
  - b. Penal cut of 1% should be effected
  - c. Manager can waive the penal cut
  - d. All of the above
  - e. None of the above
- 35. Overdue NRE FD can be renewed from ..... and the rate of interest for the overdue period is .....**
- a. Auto renewal permitted for NRE term deposits for the first renewal and for the subsequent renewals from the date of presentation and rate of interest for the overdue period is SB rate.
  - b. the rate on the date of maturity or date of renewal, whichever is less
  - c. the rate on the date of maturity or date of renewal, whichever is higher
  - d. 14 days / at the rate ruling on the date of renewal
  - e. None of the above



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36. Loans against NRE deposits can be granted upto \_\_\_\_\_ of Ledger balance which can be credited to \_\_\_\_\_ account:
- 90% and NRE A/C
  - 90 % and NRO A/C
  - 75% and NRE A/C
  - 90% subject to delegation of powers and NRO a/c
  - None of the above
37. The interest rate for loan against NRE term deposit is:
- B R
  - BR minus 1%
  - Deposit rate plus 2% or BR whichever is higher
  - Deposit rate plus 2%
  - None of the above
38. A VSL of Rs.4,60,000/- is outstanding against NRE deposit balance of Rs.6,50,000/-. The NRI has given instructions for closure of the VSL out of deposit proceeds on maturity :
- Full deposit amount to be transferred to VSL and surplus to be credited back to NRE SB
  - Full deposit amount to be transferred to VSL and surplus should be kept in sundry deposits pending further instructions.
  - Rs.4,60,000/- only to be transferred to VSL and balance should remain in NRE term deposit (overdue) only pending instructions.
  - Rs.4,60,000/- to be transferred to VSL and balance should be credited to NRE SB A/C.
  - None of the above
39. An NRE deposit matured on 01.07.2014. The NRI has returned to India for permanent settlement and informs the Branch on 15.12.2014 to redesignate its NRE deposit as RFC:
- The deposit can be re-designated from 01.07.2014 itself.
  - The deposit can be re-designated from 15.12.2014 only.
  - With RBI permission the deposit can be re-designated from 01.07.2014 onwards
  - All the above.
  - None of the above.
40. NRE term deposit closed before maturity and re-designated as RFC deposit account before the minimum period of 12 months is eligible for interest at:
- RFC – SB deposit interest rate or original NRE term deposit rate, whichever is lower
  - Not eligible for any interest
  - NRE / SB rate
  - NRE term deposit rate
  - None of the above
41. FCNR (Banks) deposit scheme is available at:
- All metropolitan branches of the bank
  - All the branches of the bank



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- c. Only at FDs and overseas branches of the bank
  - d. Identified branches only
  - e. None of the above
- 42. FCNR (B) Deposits can be accepted in the following currencies:**
- a. USD, GBP, EURO
  - b. USD, GBP, J YEN
  - c. USD, GBP, EURO, CAD & AUD or any currency with permission of Integrated Treasury
  - d. USD, AUD, CAD
  - e. None of the above
- 43. FCNR (B) Deposit can be invested for a maximum period of**
- a. 3 Years in case of USD / GBP / EURO
  - b. 5 Years in case of USD / GBP / EURO/CAD/AUD
  - c. 5 Years in case of USD / GBP/ EURO and 3 Years in case of CAD / AUD
  - d. 4 Years in case of USD / GBP/ EURO
  - e. None of the above
- 44. Minimum period for opening FCNR-KDR should be**
- a. 5 months
  - b. 6 months
  - c. 1 year
  - d. 1year and 1 day
  - e. None of the above
- 45. The minimum period for opening FCNR-FDR is**
- a. One year
  - b. Six months
  - c. 15 days
  - d. 1 year and 1 day
  - e. None of the above
- 46. The minimum amount for opening FCNR A/C is:**
- a. US \$ 500 or its equivalent in other currencies
  - b. US \$ 1000 or its equivalent in other currencies
  - c. US \$ 2000 or its equivalent in other currencies
  - d. US \$ 5000
  - e. None of the above
- 47. Mr. Milton, a Foreign national of non-Indian origin, wants to open an FCNR deposit with Our Bank for a period of 3 years:**
- a. The deposit can be opened
  - b. The deposit can be opened provided he resides abroad





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- c. The deposit can be opened provided he resides in India  
d. The deposit cannot be opened  
e. None of the above
- 48. Mr. Ahmed, an NRI tenders FC US \$ 25000 for opening FCNR for 2 Years:**  
a. CDF is required whenever currency tendered is more than US \$ 5000  
b. By obtaining CDF and getting MIPD SEC CO permission, the account can be opened  
c. The account cannot be opened with foreign money  
d. All of the above  
e. None of the above
- 49. When FCNR (Bank) account is opened with currency notes:**  
a. Minimum period should be 1 year and if closed before one year, collect service charges at 1.25%  
b. No special provisions are attached  
c. Minimum period 6 months and service charge 1.25% can be waived  
d. Minimum period 1 year and no service charge as it is an inward remittance of foreign currency  
e. None of the above
- 50. Foreign Currency notes can be accepted for FCNR/NRE deposits if:**  
a. The currency notes are tendered by Power of Attorney holder of the depositor  
b. The currency notes are tendered by the depositor in person  
c. The currency notes are tendered by Non-Resident relatives of the depositor  
d. The currency notes are tendered by any of his resident friends and relatives.  
e. None of the above
- 51. CDF to be insisted for transactions involving FC only and FCTC & FC put together exceeds**
- |    |                   |             |              |           |
|----|-------------------|-------------|--------------|-----------|
| a. | FC USD 5000       | & FCTC & FC | PUT TOGETHER | USD 10000 |
| b. | do                | 1000        | do           | 5000      |
| c. | do                | 500         | do           | 5000      |
| d. | do                | 5000        | do           | 6000      |
| e. | None of the above |             |              |           |
- 52. An NRI customer has given instructions to debit his NRE A/C for Rs.5 lacs and open an FCNR deposit for equivalent amount In US \$ in his name:**  
a. Purchase is to be reported to FD & to be converted at TT buying rate  
b. Sale is to be reported to FD & to be converted at TT selling rate  
c. No reporting  
d. The account should be opened in notional rate only  
e. None of the above
- 53. The mirror account for FCNR is maintained at:**  
a. Branch itself  
b. Circle Office  
c. Foreign Department  
d. No such account maintained anywhere.



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- e. None of the above
- 54. Interest earned/accrued on FCNR deposits is paid:**
- a. in Indian rupees only and cannot be repatriated
  - b. in the same currency in which FCNR is maintained and can be repatriated along with the principal amount
  - c. In foreign currency but interest cannot be repatriated
  - d. in Indian rupees only but interest can be repatriated
  - e. None of the above
- 55. The interest on FCNR FDR is to be credited to NRE SB A/C. The rate applicable for interest payment and the rate applicable for credit to NRE A/C are:**
- a. TT buying rate and TT selling rate
  - b. Notional rate and TT buying rate
  - c. TT selling rate and TT buying rate
  - d. No rate is applicable
  - e. None of the above
- 56. Balance in the FCNR account on maturity has to be repatriated. The rate to be applied for transfer to FD is:**
- a. TT selling rate
  - b. TT buying rate
  - c. The notional rate or TT buying rate whichever is lower
  - d. On line rate as per System
  - e. None of the above
- 57. An FCNR deposit can be closed before maturity and converted into an NRE deposit at the request of the Depositor at:**
- a. TT buying rate
  - b. TT selling rate
  - c. Notional rate
  - d. No rate
  - e. None of the above
- 58. An FCNR deposit can be closed before maturity and converted into NRE deposit at the request of the depositor:**
- a. Without penal cut
  - b. With penal cut only
  - c. Manager has discretion to waive penal cut
  - d. FD permission required
  - e. None of the above
- 59. In respect of FCNR deposits closed before maturity within 1 year from the date of opening:**
- a. Interest can be paid for period run minus 1%
  - b. No interest is payable
  - c. 1 month LIBOR can be paid as interest
  - d. None of the above
  - e. None of the above



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60. In respect of FCNRs opened for 3 years but closed before maturity after 2 years from the date of opening:
- Interest can be paid for the period run minus 1%
  - Interest can be paid for 1 year FCNR deposit as on date of opening minus 1%
  - No interest is payable
  - None of the above
  - None of the above
61. An FCNR deposit matured on 01.12.2013 but was renewed on 18.12.2013 for a period of 3 years. On 05.12.2014, the party approached for before maturity closure of deposit. The interest payable in this case is:
- No interest for the deposit and broken period interest paid should be recovered.
  - No interest for the deposit but the broken period interest need not be recovered.
  - Interest can be paid for the period run minus 1% and from broken period Interest 1% should be recovered.
  - All of the above
  - None of the above
62. The FCNR deposit should be renewed within \_\_\_\_\_; Otherwise \_\_\_\_\_ interest is payable for the broken period:
- 14 days; Simple interest at 1 month LIBOR (prevailing on the date of maturity or on the date of renewal, whichever is lower) less 0.50 for respective currency, rounded off to lower 0.25%.
  - 30 days; ROI prevailing on the date of request
  - 6 months; ROI is lower of the rate prevailing on the date of placing the deposit or date of request for payment
  - 14 days; if not renewed no interest at all
  - None of the above
63. If the depositor places his renewal instruction on or immediately on the succeeding working day, where the due date falls on Sunday/other holidays, the interest on renewed NRE/FCNR deposit :
- Can be paid as prevailing on the date of maturity
  - Cannot be paid
  - Can be paid as prevailing on the date of the receipt of the letter
  - Can be paid as prevailing on the next working day
  - None of the above
64. Where the FCNR account is closed before maturity and transferred to RFC account of the party :
- Penal cut need not be levied
  - The account cannot be closed before maturity at all
  - No penal cut if closed premature after 6 months of opening
  - The appropriate interest less penal cut of 1%
  - None of the above
65. Authorised Persons (Authorised Dealers s are now called as Authorised Persons) are permitted to grant loans/overdrafts to resident individuals against collateral security of NRE / FCNR deposits for the following:



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- a. Piggery, Poultry and Pisci culture
  - b. Personal purposes, purchase / construction of fishing boat
  - c. Carrying on business other than agriculture
  - d. A, B and C above
  - e. None of the above
- 66. Loans against NRE/FCNR deposits to THIRD PARTIES can be sanctioned**
- a. by the branch manager himself upto his delegated power
  - b. by the branch manager after referring to RBI
  - c. by officials of CO
  - d. DM/AGM in the case of VLB/ELB and by CO for other branches
  - e. None of the above
- 67. Foreign currency loan against FCNR can be granted in**
- a. USD only
  - b. USD AND EURO
  - c. CURRENCY OF THE DEPOSIT
  - d. USD AND GBP
  - e. None of the above
- 68. Loans against FCNR deposit in foreign currency can be availed:**
- a. At the branch of issue only
  - b. In our London Branch and in correspondent Banks abroad only
  - c. No loan can be granted in Foreign currency
  - d. (a) & (b)
  - e. None of the above
- 69. When loan is availed abroad against FCNR deposits, for repatriation of the deposits to clear the loan:**
- a. RBI permission is required
  - b. Circle Office permission is required
  - c. Foreign Department permission is required
  - d. No permission is required
  - e. None of the above
- 70. Whether Loans / Overdrafts against NRE / FCNR deposits can be rolled over:**
- a. can be rolled over on maturity
  - b. cannot be rolled over
  - c. cannot be rolled over and hence loan should be closed and fresh loan be sanctioned simultaneously
  - d. All of the above
  - e. None of the above
- 71. Loan in foreign currency against FCNR (B) deposits can be granted:**
- a. to the Depositor and the loan proceeds can be repatriated
  - b. to a resident if depositor pledge the FCNR Bank deposit
  - c. to the depositor and loan proceeds are converted as rupees and credited to NRO
  - d. a or c above as requested by the depositor.



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- e. None of the above
- 72. When depositor opts to convert FCNR (B) deposit into RFC Deposits, the liability in the VSL against the deposit:**
- Can be continued
  - Must be liquidated with up to date interest before conversion
  - Can be continued in Indian Rupees
  - All of the above
  - None of the above
- 73. After NRI's return to India, the loans granted against their FCNR deposits:**
- Cannot be continued
  - Can be continued till maturity of their deposit
  - Can be continued till the NRI calls on the branch and informs about his return
  - Can be continued with the permission of the NRI
  - None of the above
- 74. ROI chargeable on Rupee Loans against FCNR deposits up to 90% of deposit is**
- Deposit rate + 2%
  - BR +0.5%
  - Deposit rate + 2% or 6 months LIBOR + 2% whichever is lower
  - clean rate of interest
  - None of the above
- 75. ROI chargeable on Foreign Currency Loans against FCNR deposits is**
- Deposit rate + 2%
  - As revised by the Bank from time to time
  - Deposit rate + 2% or LIBOR/SWAP rate for the period of loan + 2%, whichever is higher
  - clean rate of interest
  - None of the above
- 76. FCNR account maintained in EURO to be credited to RFC account in US \$. The transaction involves:**
- Conversion of EURO to US \$ applying cross currency rate
  - Purchase of EURO by the bank and sale of US \$ to the NR
  - Cannot be converted from one currency to another
  - Sale of DM to the customer and purchase of US \$ from the NR
  - None of the above
- 77. Interest can be paid on FCNR (B) deposits where the minimum period of 1 year has not been completed as on the date of conversion to RFC deposit account at:**
- Either RFC – SB deposit interest rate or contractual rate of interest on FCNR deposit, whichever is lower
  - Either RFC – SB deposit interest rate or FCNR (B) deposit rate whichever is higher



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- c. RFC – SB deposit interest rate
  - d. Contractual rate of interest on FCNR (B) deposit
  - e. None of the above
- 78. On returning of NRI for permanent settlement, overdue FCNR:**
- a. Cannot be re-designated as RFC account at all
  - b. re designation permitted only with prior approval of RBI
  - c. can be re-designated retrospectively
  - d. can be re-designated but not retrospectively
  - e. None of the above
- 79. On Saturday, an NRI asks the bank to pay an FCNR (B) Deposit matured on that day. It can be paid on**
- a. On Saturday with Interest up to Saturday
  - b. On Monday with Interest upto Sunday
  - c. On Saturday with Interest up to Friday
  - d. On Friday with interest upto Friday
  - e. None of the above
- 80. Who is to bear Exchange Fluctuation Risk in respect of FCNR accounts?**
- a. Depositor
  - b. RBI
  - c. Ministry of Finance
  - d. Banks concerned
  - e. None of the above
- 81. Eligible persons:**
- a. Can open only one RFC account in a branch
  - b. Not more than two accounts can be opened and maintained in a branch
  - c. Can open and maintain any number of RFC accounts with any of our branches
  - d. Maximum number of 4 accounts
  - e. None of the above
- 82. An NRI who has returned to India is bringing the proceeds of the investments he has made abroad. The same can be credited to:**
- a. His domestic SB A/C only
  - b. To his RFC A/C
  - c. RBI permission required for crediting to RFC A/C
  - d. None of the above
  - e. None of the above
- 83. Pension received from abroad by a resident, who was earlier an NRI, can be credited to:**
- a. His domestic SB A/C only
  - b. To EEFC A/C only
  - c. To RFC A/C



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- d. RBI permission required for crediting to any account.  
e. None of the above
- 84. RFC a/cs – unspent amount of Foreign Exchange released to RFC a/c holder by debit to RFC a/c:**
- a. Can be credited back to RFC a/c  
b. if surrendered within stipulated period.  
c. (a) & (b) above together  
d. Cannot be accepted  
e. None of the above
- 85. RFC accounts can be held jointly with:**
- a. A resident Indian  
b. Non-resident Indian  
c. A resident Indian who was an NRI earlier  
d. None of the above.  
E . None of the above
- 86. An RFC account holder seeks loan against his term deposits:**
- a. No loan can be given  
b. Loan can be given but the amount to be credited to his domestic SB A/C only  
c. Loan can be given in Foreign Currency also.  
d. None of the above.  
e. None of the above
- 87. Overdue RFC term deposit should be renewed, for getting interest from date of maturity, within:**
- a. 14 days  
b. Can be renewed as per Domestic Deposit guidelines  
c. RBI permission required for renewal  
d. None of the above.  
e. None of the above
- 88. Upon going abroad again, the NRI gives instructions for disposal of his RFC funds:**
- a. The amount can be kept in all eligible non-resident deposit account.  
b. The amount should be credited to NRO account only  
c. The amount can be repatriated abroad also  
d. (a) & (c)  
e. None of the above
- 89. RFC accounts cannot be opened in**
- a. USD, GBP, EUR  
b. CAD, AUD  
c. INR, JAP YEN  
d. All of the above  
e. None of the above
- 90. Under RFC, RD account**



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- a. Can be opened in USD only
- b. Can be opened in GBP & EUR ONLY
- c. Can be opened in CAD & AUD only
- d. **Cannot be opened**
- e. None of the above

**91. RFC (Domestic) account can be opened in:**

- a. all designated currencies
- b. USD only
- c. **USD, GBP, EURO**
- d. In rupees only
- e. None of the above

**92. RFC (D) account can be opened as:**

- a. SB/CURRENT/TERM deposits
- b. Term deposits only
- c. SB / CURRENT ACCOUNT
- d. **Non interest earning Current Account only**
- e. None of the above

**93. Minimum balance for opening an account is:**

- a. USD 1000
- b. USD 500
- c. **1000 units each, in USD /GBP /EURO**
- d. no minimum balance.
- e. None of the above

**94. The account can be credited with:**

- a. all inward remittances
- b. **remittances which represent earnings on account of gifts, honorarium or payment for services rendered abroad, unspent foreign exchange**
- c. both inward and local funds can be accepted.
- d. All of the above
- e. None of the above

**95. For making remittance out of the account, the charges to be collected are:**

- a. Rs.500 per transaction
- b. **Commission in lieu of exchange at 0.150%, apart from appropriate service charges.**
- c. No charges for remittance
- d. Manager has discretion to charge.
- e. None of the above

**96. RFC(D) accounts should be balanced as on:**

- a. Last Friday of every month.





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- b. Last day every month
- c. Calendar last Friday
- d. Calendar quarter last day.
- e. None of the above

**97. Daily allowances received in foreign exchange by Pilots/Ship captains/cabin crew members of Airline Companies & Shipping companies based in India can be credited to their**

- a. Sea Farer Resident Foreign Currency Account
- b. QA 22 account
- c. NRO account
- d. RFC (D) account
- e. None of the above

**98. When a resident who is having RFC (D) account subsequently becomes NRI,** a.

- a. he can continue his RFC (D) account
- b. RFC (D) balance can be credited to NRE/FCNR account
- c. RFC (D) can be closed and credited to NRO account
- d. (b) and (c)
- e. None of the above

**99. EEFC can be opened as:**

- a. SB account
- b. Current account
- c. Term deposits
- d. b and c
- e. None of the above

**100. EEFC account in our bank can be opened in:**

- a. USD only
- b. USD /GBP/EURO/AUD/CAD
- c. USD/GBP/CAD/AUD
- d. Any foreign exchange
- e. None of the above