

ECONOMIC REFORMS IN INDIA

2006-November

[1] FERA stands for:

- (a) Foreign exchange resources
- (d) Fund exchange resources act
- (c) Foreign exchange regulation act
- (d) Finance and export regulation association

[2] Quantitative restrictions on _____ items were removed in the EXIM policy of 2000-01

- (a) 123
- (b) 193
- (c) 715
- (d) 183

2007-February

[3] From 2005 FDI limit in certain services of telecom sector was increased from 49% to _____.

- (a) 51%
- (b) 64%
- (c) 74%
- (d) 100%

2007-May

[4] What was the SLR during 1990-1999 when it was at peak?

- (a) 25%
- (b) 38.5%
- (c) 15%
- (d) 5%

[5] DFEC stands for:

- (a) Direct foreign exchange control
- (b) Direct finance exchange control
- (c) Duty free export credit

(d) Duty free exchange credit

[6] What proportionate of foreign investment is allowed in telecom sector?

- (a) 74%
- (b) 51%
- (c) 49%
- (d) 100%

2007-August

[7] In 1991 the foreign exchange resource available were just sufficient to finance import of:

- (a) Two weeks
- (b) Three weeks
- (c) Three months
- (d) Three days

[8] CRR in India in 2007 was:

- (a) 4%
- (b) 7.5%
- (c) 6%
- (d) 7%

[9] Which of the following industries are not reserved for public sector presently?

- (a) Atomic energy
- (b) Railways
- (c) Defense
- (d) Substances specified in the schedule to the notification of the government of India in the department of atomic energy

2008-February

[10] The rate of interest on saving deposit is

-
- (a) 4.5%
- (b) 4.0%
- (c) 3.5%
- (d) 2.5%

[11] Which of the following statement is correct about the new industrial policy, 1991?

- (a) It made it compulsory for except industry to obtain license for all project
- (b) It gave dominant position to public sector
- (c) It abolished licensing for all projects except 18 industries of strategic and security importance
- (d) None of these

[12] _____percent FDI was allowed in Private Bank:

- (a) 49
- (b) 74
- (c) 100
- (d) 80

2009—June

[13] 100% FOI was allowed in:

- (a) Banking
- (b) Insurance
- (c) Defence
- (d) None of these.

2009 — December

[14] At present, licensing is compulsory for how many industries?

- (a) 6
- (b) 8
- (c) 20
- (d) 23

[15] Before, financial reforms, the correct about the new industrial banking sector was characterized policy, 1991?

- (a) High revenue requirements
- (b) Quantitative credit restrictions
- (c) Administered interest rate structure.
- (d) Keeping very less lendable resources for the priority sector.

[16] IIFT stands for:

- (a) International institute financial transactions.
- (b) Indian institute of foreign trade.
- (c) Indian institute for free trade.
- (d) International institute for free trade.

2010— December

[17] Devaluation of currency stands for:

- (a) Increasing the value of internal Currency in terms of foreign Currency.
- (b) Reducing the value of internal Currency in terms of foreign Currency.
- (c) Keeping the Value of internal Currency constant in terms of foreign Currency.
- (d) None of the above.

[18] The reason behind implementing economic reforms in India in 1991

- (a) Directions from World Bank.
- (b) Failure of the economic policies of the existing government.
- (c) Declining foreign reserves.
- (d) None of the above. .

[19] Financial sector reforms mainly relate to _____

- (a) Banks
- (b) Capital market
- (c) Insurance
- (d) All of the above

2011-June

[20] SEZ Act was introduced in which year?

- (a) 2000
- (b) 2005
- (c) 2008
- (d) 2012

[21] Before financial reforms, banking sector was _____

- (a) highly regulated

- (b) not regulated
- (c) independent
- (d) None.

2011-December

- [22] Fiscal policy means
- (a) Policy relating to money matters
 - (b) Policy related to income and expenditure of the government
 - (c) Policy related to disbursement of funds to state government
 - (d) Policy related to foreign trade matters

[23] Government of India has replaced FERA by:

- (a) The competition Act
- (b) FEBMA
- (c) MRTP Act
- (d) FEMA

[24] At present, the responsibility for the provision of finance for Agriculture trade and small scale industries has been handed over to _____

- (a) SBI
- (b) NABARD
- (c) NABARD and SIDBI
- (d) NABARD, EXIM BANK & SIDBI

[25] SEB is a _____

- (a) Statutory Body
- (b) Advisor Body
- (c) Constitution Body
- (d) None of the above

2012—June

- [26] Which is the apex bank in India for Industrial Financing?
- (a) Industrial Development Bank of India
 - (b) Reserve Bank of India
 - (c) State Bank of India
 - (d) Ministry of Industries

[27] The reason behind implementing economic reforms in India are:

- (a) Directions from World Bank
- (b) Failure of the economic policies of the existing government
- (c) Declining foreign reserves
- (d) None of the above

[28] The FERA has been replaced by _____

- (a) MRTP Act
- (b) FEMA
- (c) IRDA
- (d) None of the above

[29] Fiscal policy means _____

- (a) Policy relating to money and banking of a country
- (b) Policy relating to public revenue and public expenditure
- (c) Policy relating to non – banking financial institutions
- (d) None of the above.

2012-December

[30] Devaluation of currency stands for:

- (a) Increasing the value of internal currency in terms of foreign currency
- (b) Reducing the value of internal currency in terms of foreign currency
- (c) Keeping the value of internal currency constant in terms of foreign currency
- (d) None of the above

[31] FRBM stands for :-

- (a) Foreign Regulation and Budget Management Act
- (b) Fiscal Responsibility and Budget Management Act
- (c) Funds Reallocation and Budget management Act

(d) Finance Regulation and Bond Management Act

[32] Foreign Direct Investment upto _____ is being allowed in defence

- (a) 26%
- (b) 49%
- (c) 74%
- (d) 51%

2013-December

[33] Fiscal Deficit can be reduced by one of the following ways

- (a) Increase in Subsidy
- (b) Restrict Privatisation
- (c) Reduction of tax Revenue
- (d) Re Prioritize plan scheme

[34] One major proposal of New Industrial Policy (1991)

- (a) Impose restriction on technical know-how for one year
- (b) All types of industries have been made licensed
- (c) NRIs will not be allowed for capital investment in India
- (d) Facility of direct foreign investment upto 51% in high priority industries.

[35] Fiscal policy means

- (a) Policy relating to money matters.
- (b) Policy related to income and expenditure of the government
- (c) Policy related to disbursement of funds to state government.
- (d) Policy related to foreign trade matters

5.c	6.a	7.b	8.b
9.c	10.c	11.c	12.a
13.d	14.a	15.d	16.b
17.b	18.c	19.d	20.b
21.a	22.b	23.d	24.d
25.a	26.a	27.c	28.b
29.b	30.b	31.b	32.a
33.d	34.d	35.b	

ANSWERS

1.c	2.c	3.c	4.b
-----	-----	-----	-----