

DEMONETIZATION

1. Surrender of notes to the bank by the government by a specific period and receive new currency notes is called
 - a. Digital banking
 - b. Banking
 - c. Demonetization
 - d. Monetization
2. Give an example of digital banking?
 - a. Cheque
 - b. Demand draft
 - c. Deposit form
 - d. ATM card
3. What is the double coincidence of wants?
 - a. Both parties have to agree to sell and buy each other's commodities
 - b. Exchanging commodity for commodity
 - c. Credit on commodity
 - d. Loan on commodity till sold further
4. What eliminates the needs for double coincidence of wants?
 - a. Credit
 - b. Debit
 - c. Money
 - d. Barter system
5. Since money acts as an intermediate in the exchange process, it is called
 - a. Medium of trade
 - b. medium of exchange
 - c. medium of business
 - d. medium of transaction
6. What were the earliest forms of objects used as money in India?
 - a. grains and cattle
 - b. Coins
 - c. Jewels
 - d. Land
7. What came after grains and cattle as a medium of exchange in India?
 - a. Currency notes
 - b. metallic coins- gold, silver, copper
 - c. Barter system

- d. Value for land
8. The modern currency is without any use of its own, then why is it accepted as a medium of exchange?
- a. Because it is convenient
 - b. it has digital and manual system
 - c. it can be used in foreign exchange
 - d. is authorized by the government of the country
9. Which is an important form in which people hold money?
- a. Moneylenders
 - b. Bank deposits
 - c. post office deposits
 - d. Mutual funds
10. People also have the provision to withdraw the money as and when they require the deposits in the bank accounts to be withdrawn, what are these deposits called?
- a. Fixed deposits
 - b. savings
 - c. Demand deposits
 - d. demand drafts
11. A..... is a paper instructing the bank to pay a specific amount from the person's account to the person in whose name it has been issued?
- a. Deposit slip
 - b. Withdrawal slip
 - c. ATM facility
 - d. Cheque
12. The facility of cheques against demand deposits makes it possible to firectly settle payments without the use of
- a. Deposit slip
 - b. cash
 - c. moneylender
 - d. other funds
13. M. Salim wants to withdraw Rs 20,000 in cash for making payments to prem after prem receives the money he deposits it in his own account? What is the result?
- a. Salim's balance in his bank account increases and prem's balance increases.
 - b. Salim's balance in his bank account decreses and prem's balance increases.
 - c. salim's balance in his bank account increases and prem's balance decreases
 - d. None of the above
14. In an SHG most of the decisions regarding savings and loan activities are taken by

- a. Bank
- b. Members
- c. non- government organization
- d. none of the above

15. In rural areas, the main demand for credit is for

- a. Industry
- b. crop production
- c. Irrigation
- d. cultivation

Answers

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|--------|---------|--------|--------|--------|---------|--------|--------|
| 1. (c) | 2. (d) | 3. (a) | 4. (c) | 5. (b) | 6. (a) | 7.(b) | 8. (d) |
| 9. (b) | 10. (c) | 11.(c) | 12.(b) | 13.(b) | 14. (b) | 15.(b) | |