

# Static Quiz - 31st March 2022

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**1. Micro Units Development and Refinance Agency Bank (or MUDRA Bank) is a public sector financial institution in India. It provides loans at low rates to micro-finance institutions and non-banking financial institutions which then provide credit to MSMEs. The bank will initially function as a non-banking financial company and a subsidiary under:**

- ☐ The Reserve Bank of India
- ☐ National Bank for Agriculture and Rural Development (NABARD)
- ☐ Industrial Development Bank of India (IDBI)
- ☐ Small Industries Development Bank of India (SIDBI)

**2. Which of the following can be classified into Derivative instruments?**

1. Forwards
2. Futures
3. Swaps
4. Loans and receivables

**Select the correct answer using the codes below.**

- ☐ 1 and 4 only
- ☐ 2 and 4 only
- ☐ 1, 2 and 3 only
- ☐ 2, 3 and 4 only

**3. Which of the following statements is not correct about participatory notes?**

- ☐ They are issued by the Registered Foreign Institutional investors
- ☐ They are extremely stable instruments for Indian market thus increasing its attractiveness
- ☐ They are the preferred route for round tripping of funds
- ☐ They are currently regulated by SEBI

**4. Which of the following best defines Tax buoyancy?**

- ☐ It is the ratio of growth in tax revenue to growth in GDP.
- ☐ It is the ratio of gross tax collected to the total public debt of the state.
- ☐ It is the ratio of gross tax collected by the state to the percentage of GDP.
- ☐ It is the ratio of growth in tax revenue to the growth in population.

**5. Consider the following statements with reference to Macroeconomic Vulnerability index**

1. The Macroeconomic Vulnerability Index is released by the IMF yearly.
2. This Index adds together the rate of inflation, current account deficit and fiscal deficit of a country.

**Which of the statements given above is/are correct?**

- ☐ 1 only
- ☐ 2 only
- ☐ Both 1 and 2
- ☐ Neither 1 nor 2

Submit