

**Q.25)** Recently cyclone Nisarga hit the western coast of India, in this context consider the following statements:

1. Cyclones formed in the Bay of Bengal side are more frequent and stronger than those on the Arabian seaside.
2. This is due to relatively warm water in the Arabian sea as compared to the Bay of Bengal.

Which of the statements given above is/are correct?

- a) 1 only
- b) 2 only
- c) Both 1 and 2
- d) Neither 1 nor 2

**Q.26)** Which of the following are likely impact of rising Non-Performing Assets (NPA) in a bank?

1. Decrease in profitability of banks.
2. Reduces the cost of capital.
3. Affects the risk-bearing capacity of the bank.

Select the correct answer using the codes given below.

- a) 1 and 2 only
- b) 1 and 3 only
- c) 2 and 3 only
- d) 1, 2 and 3

**Q.27)** Consider the following statements:

1. RRBs were established under of the provisions of the Reserve Bank of India Act, 1934.
2. RRBs are owned by the central Government of India only.
3. RRBs have to provide 75% of their total credit under Priority Sector Lending.

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

- a) 1 and 2 only
- b) 1 and 3 only
- c) 2 and 3 only
- d) 1, 2 and 3

**Q.28)** Which of the following is/are a likely outcome/outcomes of Merger of National Banks?

1. It helps to strengthening the bank's policy
2. It has the potential to reduce operational costs
3. It increases the landing costs of the banks

Which of the statements given above is/are correct?

- a) 1 and 2 only
- b) 2 and 3 only
- c) 1 and 3 only
- d) 1, 2 and 3

**Q.29)** With reference to Insurance Regulatory and Development Authority of India (IRDAI), consider the following statements:

1. It was constituted by an act of Parliament.
2. It regulates investment of funds by insurance companies.
3. Its Chairman and members are appointment by the President of India.

Which of the statements given above is/are correct?

- a) 1 and 2 only
- b) 2 and 3 only
- c) 1 and 3 only
- d) 1, 2 and 3