20 True or False

Decide, then check the answer and reason below each statement.

Question 1

The IIBF MSME certification exam is fully objective and conducted online.

TRUE

The exam format is MCQ-based and delivered through an online mode.

Question 2

The MSME exam commonly carries 120 objective MCQs for a maximum of 100 marks.

TRUE

This is the commonly referenced pattern for the MSME certification exam.

Question 3

The qualifying mark for the MSME certification is commonly cited around 90 out of 100.

FALSE

The commonly cited qualifying mark is around 60 out of 100, not 90.

Question 4

The MSME exam duration is commonly described as about 2 hours.

TRUE

This is the commonly referenced duration for the online MSME exam.

Question 5

There is commonly negative marking in the MSME certification exam.

FALSE

The MSME exam is commonly described as having no negative marking.

Question 6

MSMEs are described as a core priority sector for bank lending in India.

TRUE

MSME lending is treated as a banking priority given its role in employment and output.

Question 7

Banks are generally required to insist on full collateral security for all Micro and Small Enterprise loans regardless of amount.

FALSE

Banks should generally not insist on collateral for MSE loans up to a specified limit, per common guidance.

Question 8

EDI in the MSME context commonly stands for Entrepreneurship Development Institute.

TRUE

This is the standard expansion tested in MSME exam questions.

Question 9

Securitization means pooling financial assets to create a security instrument for sale in the financial market.

TRUE

This is the standard definition of securitization tested in the exam.

Question 10

A loan with a repayment period of 3 years or more is generally classified as a Demand Loan.

FALSE

Such a loan is generally classified as a Term Loan, not a Demand Loan.

Question 11

The Coir Board implements a scheme for Rejuvenation, Modernization and Technology Upgradation of the Coir Industry.

TRUE

This scheme is specifically implemented through the Coir Board.

Question 12

SIDBI and NSIC are commonly tested institutional support bodies for MSMEs.

TRUE

Both institutions provide recognised support functions for small and medium enterprises.

Question 13

MSME classification and definitions are considered a low-priority, rarely tested topic.

FALSE

MSME classification is described as a high-priority, foundational topic cluster.

Question 14

Government schemes and institutions form a high-priority, fact-heavy topic cluster in the MSME exam.

TRUE

These topics are frequently tested and reward detailed scheme knowledge.

Question 15

Candidates are advised to solve previous year question papers under timed conditions as part of MSME exam prep.

TRUE

Timed practice with real questions is a recommended preparation method.

Question 16

Reviewing wrong answers from practice papers is considered a wasteful use of study time for MSME prep.

FALSE

Reviewing wrong answers is explicitly recommended to identify and fix weak topics.

Question 17

Since there is no negative marking, MSME candidates are advised to leave uncertain questions blank.

FALSE

Candidates are advised to attempt every question since a blank answer wastes potential marks with no negative marking.

Question 18

The MSME certification course covers definitions, classification, financing routes and government schemes.

TRUE

This is the described scope of practical knowledge covered in the MSME certification.

Question 19

Angel funds are named after wealthy individuals who historically funded theatrical productions.

TRUE

This is the historical origin commonly cited for the term angel funds.

Question 20

NPV greater than zero indicates that an investment subtracts value from the firm.

FALSE

A positive NPV actually indicates the investment adds value, not subtracts it.