20 True or False

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

Question 1

CCP stands for Certified Credit Professional.

TRUE

It is a banking certification focused on credit analysis and recovery skills.

Question 2

CCP core topics include Ratio Analysis, Working Capital, Letter of Credit, SARFAESI/ARC/CERSAI, and Debt Recovery Tribunals.

TRUE

These are highlighted as the high-weightage chapters in the CCP syllabus.

Question 3

Ratio Analysis has no connection to judging a borrower's creditworthiness.

FALSE

Ratio Analysis uses liquidity, leverage, and profitability ratios to assess a borrower's financial health.

Question 4

Working capital refers to the cash a business needs for its day-to-day operations.

TRUE

Credit professionals assess working-capital limits as part of lending decisions.

Question 5

A Letter of Credit is a bank's promise to pay a seller on behalf of a buyer.

TRUE

It is a trade finance instrument central to import-export transactions.

Question 6

The SARFAESI Act requires banks to go to court before enforcing security interest.

FALSE

SARFAESI actually lets banks enforce security without first approaching a court.

Question 7

ARCs (Asset Reconstruction Companies) are entities that buy and resolve bad loans.

TRUE

ARCs are part of the recovery ecosystem for managing non-performing assets.

Question 8

CERSAI is described as a registry that helps prevent fraud on the same secured asset.

TRUE

CERSAI records security interests to avoid duplicate financing on one asset.

Question 9

Debt Recovery Tribunals are approached by banks before any other recovery step is attempted.

FALSE

DRTs are approached when a loan goes bad and other recovery steps have already failed.

Question 10

CCP exam questions are described as including case-study and numerical problems, not just theory MCQs.

TRUE

The exam pattern includes multiple-choice questions along with case-based and numerical items.

Question 11

Learning Sessions is described as offering free chapter-wise PDF study material for CCP.

TRUE

Free PDFs covering high-weightage chapters are offered as part of CCP preparation resources.

Question 12

The suggested 60-day CCP study plan has only one phase covering all topics at once.

FALSE

The plan is structured into three phases: Foundation, Deep Practice, and Mock & Revise.

Question 13

Skipping numerical practice is listed as a safe strategy for Ratio Analysis and Working Capital.

FALSE

Skipping numericals is listed as a common mistake since these chapters carry calculation-based marks.

Question 14

Combining free PDF notes with regular mock tests is recommended for best CCP exam results.

TRUE

Mock tests are said to expose weak areas and build exam temperament alongside notes.

Question 15

CCP certification is described as relevant only to fresh graduates with no banking background.

FALSE

It is described as suitable for bank officers, credit analysts, relationship managers, and NBFC or fintech professionals.

Question 16

Financial statement analysis in CCP involves reading balance sheets and profit and loss statements.

TRUE

This skill helps assess whether a borrower can repay a loan.

Question 17

Candidates are advised to rely on last year's exam pattern without checking for updates.

FALSE

Candidates are advised to confirm exam pattern, fees, and dates on the latest official IIBF notification.

Question 18

SARFAESI, DRT, and CERSAI are described as low-value chapters not worth studying closely.

FALSE

These legal chapters are described as scoring goldmines once memorised despite feeling dry.

Question 19

Over-financing working capital is described as carrying no risk to the lending bank.

FALSE

Over-financing is described as being just as risky as under-financing working capital.

Question 20

Credit professionals study financial data and weigh risks before approving or rejecting a loan.

TRUE

This decision-making role is the core skill set the CCP certification validates.