

# Analytical Reasoning Questions Overview

Analytical Reasoning Questions have a good weightage in the Banking Exam and the type of question asked in Banking exam is similar to the question mentioned below. It has been solved and explained by Gargi.ai Experts and they have tried to elaborate the concept used in Analytical Reasoning Questions.

## Analytical Reasoning Questions

Direction: In each question below is given a statement followed by two conclusions numbered I and II. You have to assume everything in the statement to be true, then consider the two conclusions together and decide which of them logically follows beyond a reasonable doubt from the information given in the statement.

### Question

Statements: The Bank of England's move to auction 25 metric tons of gold drew plenty of bidders looking for a bargain, but was criticized by major gold producers worldwide. Conclusions: I. The Bank of England should not auction gold that it possesses to keep steady international prices of gold. II. Bidders should quote higher gold prices to retain the present value of gold in the international markets.

Difficulty : Difficult

Average Time : 59 Seconds

Options :

1. Only conclusion I follow
2. Only conclusion II follows
3. Either I or II follows
4. Neither I nor II follows
5. Both I and II follow

### Solution

The correct answer is **option 4** i.e **Neither I nor II follows**,

Understanding

**Conclusions:**

I. The Bank of England should not auction gold that it possesses to keep steady international prices of gold **Does not follow** (The statement does not talk against the auction but only speaks of the response it received from the bidders and gold producers. So, Conclusion I does not follow.)

II. Bidders should quote higher gold prices to retain the present value of gold in the international markets **Does not follow** (The statement talks about the Bank of England's move to auction 25 metric tons of gold, which drew bidders and the move is criticized by gold producers. This does not conclude the need/obligation to quote higher gold prices to retain the present value of gold in the international markets. So, conclusion II also does not follow.)

Hence the correct answer is **Neither I nor II follows.**