

Principles of Banking Icom Part 2 English Medium Chapter 10 Online Test

Sr	Questions	Answers Choice
1	Negoitable credit instruemnts includes	A. Bank darft B. Postal order C. I.O.U D. Money order
2	Drawee of the bank draft is a	A. Bank which issues a draft B. Bank on which the draft is drawn C. Payee of draft D. Sender of amount by draft
3	Treasury bill means:	A. Amount of government B. Evidence of governments debt C. Promise of government to pay D. None of the above
4	An unconditional order of payment by one bank to another bank.	A. Bill of exchange B. Promissory note C. Draft D. None of these
5	Bank draft is an order	A. Of court B. Conditional C. Unconditional D. Of government
6	The draft which is drawn and paid in two different countries.	A. Inland draft B. Ordered draft C. Foreign draft D. Home draft
7	In case of bank draft the drawer is.	A. Debtor B. Creditor C. Bank D. Account holder
8	Drawer and payee of inland promissory note belong to	A. Same country B. Different countries C. Different cities D. None of the above
9	Grace days are given to debtor for the patment of:	A. Bills of exchange B. Promissory note C. Treasury bill D. Cheque
10	Draft drawn and pid in two different parties int he same country is called.	A. Foreign draft B. Demand draft C. Local draft D. None of these
11	Promissory note means a:	A. Promise to pay fixed amount on fixed date B. Promise to pay currency notes on fixed date C. Promise to pay goods on fixed date D. All of the above
12	A person who writes the bill is called	A. Drawee B. Drawer C. Payee D. Acceptor
13	A bill which can be rediscounted from central bank	A. Sight bill B. Time bill C. Both a and b D. None of these
14	Bank draft onece issued can not be.	A. Honored B. Dishonored C. sent D. Paid
		A. Conditional

15	Bills of exchange is a written order which is always	B. Unconditional C. Partially conditional D. All of the above
16	Bank draft is a credit instrument.	A. Negotiable B. Non negotiable C. Unreadable D. None of these
17	The bank branch on whic the draft is drawn is.	A. Drawer B. Payee C. Drawee D. None of these
18	The signature of the following is compulsory on B/E:	A. Bank B. Drawee C. Drawer D. Both (B) & (C)
19	Negotiable credit instrument do not include.	A. Bank draft B. Cheque C. Postal orders D. Treasury bill
20	Main parties of promissory note are	A. One B. Two C. Three D. Four