

## Principles of Banking Icom Part 2 English Medium Chapter 4 Online Test

Sr	Questions	Answers Choice
		A. Change in reserve ratio B. Change in margin requirement
1	Which is the quantitative method of credit control	C. Selective control D. Publicity
2	The external value of local currency is stablized through:	A. Monetary policy B. Increase in prices C. Trade policy
		D. All of the above  A. 1956 Sec. 38 (1)
3	Scheduled Bank Can be registered under SBP Act.	B. 1957 Sec. 37 (1) C. 1956 Sec. 137 (1) D. 1956 Sec. 43(1)
4	Modern central banking system started in	A. 18th Century B. 19th Century C. 20th Century
		D. None of these A. 1932
5	Non- Scheduled banks are formed under co-opeative society Act.	B. 1925 C. 1984 D. 1911
6	Teh section of Banking company ordinance of Paksitan 1962 the minimum Capital Requireemnt of Scheduled Banks in or outside Pakistan is.	A. Sec. 14 B. Sec . 13 C. Sec. 16
	Nequireerint of ochequied banks in or outside Fakistan is.	D. Sec. 17  A. Bank rate
7	Which term is used in connection with monetary policy	B. Exchange rate C. Wage rate D. Market rate
8	Non -Scheduled banks are formed under.	A. Sole trader ship B. Firm C. Joint Stock Co.
		D. Co-operative society Act
9	Scheduled Banks can keep his totl assets outsinde the country.	A. 80% B. 60% C. 40% D. 20%
10	Non -Scheduled bank menas a bank which is not registred with.	A. Stock Exchange B. World Bank C. Central Bank
		D. Scheduled bank
11	What is the purpose of monetary policy	A. To control banking system     B. To control supply of money     C. To control foreign exchange     D. To control stock market
12	If credit money is controlled by the sale and purchase of government securities, it is called	A. Direct action     B. Moral persuation     C. Change in reserve ration     D. Open market operation
13	Ribs Bank of Sweden became central bank in:	A. 1568 B. 1668 C. 1768 D. None of the above
		A. BACS
14	Which form of automated payment would be better in paying wages to employee	B. Standing order     C. Direct Debit     D. Credit transfer
15	When was the first central bank of sub-continent established:	A. 1635 B. 1732 C. 1835 D. 1935

16	Which function does a central bank not perform	A. Credit creation B. Advancing loans C. Lender of last resort D. Banker of the public
17	In case of inflation in the country, the rate of margin is:	A. Increased B. Reduced C. Waived D. All of the above
18	The document acquire to convert non -scheduled into scheduled bank	A. Prospectus B. Debentures C. By laws copy D. Audited Annual Report
19	The Bank are called Scheduled Bank which are registered with the.	A. Central Bank B. world Bank C. Bank of England D. All the above
20	Qualitative methods of monetary policy do not include:	A. Direct actions B. Publicity C. Bank rate policy D. Moral pursuation