

## Principles of Banking Icom Part 2 English Medium Chapter 7 Online Test

Sr	Questions	Answers Choice
1	Margin means the difference between amount of loan and.	A. Value of overdraft B. Market value C. Value of security D. None of these
2	When a bank accepts real estate as security by way of mortgage then it is called	A. Aamal B. Zarib C. Mortgager D. Mortgagee
3	Head of any government institution can open account with a bank in the capacity of	A. Consumer B. Principal C. Employee D. None of the above
4	When bank provides finance to its customer under an agreement of Modaraba, the customer becomes	A. Consumer B. Zarib C. Aamal D. None of the above
5	The loan against which no security is kept by bank are.	A. Secured loans B. Unsecured loans C. Demand loans D. None of these
6	Which of the following terms is used regarding the confirmation of death of bank customer	A. Stopped account B. Cancelled account C. Deceased account D. Closed account
7	Person having an account with a bank or having some similar relation with the bank is called	A. Owner B. Debtor C. Consumer D. Customer
8	The main sources of a bank funds are.	A. Deposits B. Bank own funds C. Both a and b D. None of these
9	The nature of relation between bank and customers is:	A. Deptor and creditor B. Agent and principal C. Bailer and bailee D. All of the above
10	Which of the following takes responsibility to manage the property of another	A. Trustee B. Bailee C. Mortgagee D. All the above
11	The parties involved in a gurantee are.	A. Debtor B. Creditor C. Guarantor D. All these
12	Bank is bound to honour the cheque of customer if:	A. Required amount is available in amount B. Cheque is according to rules of conduct C. There is no restriction by government D. All of the above
13	The loans which can be demanded back by bank at any time are.	A. Short term loans B. Medium Tem loans C. Long term loans D. Demand loans
14	the precautions while advancing loan by bank are.	A. Safety of loan B. Durable security C. Liquidity D. All the above
		A. Deposits

15	The bank of charges interest on.	B. Overdraft C. Running finance D. Both b and c
16	Pledge means loan given against	A. Immovable property B. Movable property C. Both a and b D. None of these
17	When a person deposits money in a bank, it is the beginning of	A. Bank and customer business B. Bank and customer relationship C. Lending and borrowing between bank and customer D. Relation of confidence and trust
18	Overdraft is also known as.	A. Cash Credit B. Running finance C. Cash finance D. All the above
19	Example of marketable security are.	A. Debentures B. Shares C. Postal order D. Both a and b
20	Which of the following customers does not have more rights on bank:	A. Individual customer B. Joint customer C. Minor customer D. All have the same