

## Principles of Banking Icom Part 2 English Medium Chapter 8 Online Test

Sr	Questions	Answers Choice
1	Main uses of bank funds are	A. Advancing loans B. Direct investment C. Both a and b D. None of these
2	Account payee only in the transverse parallel line.	A. Bearer cheque B. Special crossing C. General crossing D. None of these
3	Negotiable credit instruments does not includes.	A. Cheque B. ATM card C. Draft D. Promissory
4	Parties involved in a cheque.	A. A/c holder B. Bank C. Payee D. All of these
5	The commercial banks provide the following type of loan by discounting the B/E:	A. Short term B. Medium term C. Long term D. All of the above
6	Long term loan is advanced against the following security:	A. Non-material B. Material C. Personal D. All of the above
7	Which of the following is a highly marketable security	A. Document of title to goods B. Shares and debentures C. Immovable property D. All the above
8	Negotiable instruments are defined by Act.	A. 1881 B. 1857 C. 1694 D. 1935
9	The loans which are issued for the period of one to five year called	A. Demand loans B. Short term loans C. Medium term loans D. Long term loans
10	Long term is advanced against the following security:	A. Non-material B. Material C. Personal D. All of the above
11	The person in who's favor a cheque is endorsed is called.	A. Endorser B. Debtor C. Endorsee D. None of these
12	The types of credit instrument are.	A. Four B. Two C. three D. None of these
13	Alteration in cheque must be signed by.	A. Payee B. Debtor C. Drawer D. All of these
14	What is meant by hypothecation	A. To hand over the goods or documents of title to goods by a customer to the bank as a security against a debt B. To hand over the documents of property by a customer until the repayment of debt C. A type of security in which neither the ownership nor the possession

passes to the bank

D. A receipt of loan which shows that money has been borrowed against an immovable property as a security

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- 15 Long term loan period is consisted of:
- A. Days
  - B. Months
  - C. Years
  - D. All of the above
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- 16 The document which reveals the ownership of goods kept on port:
- A. Bill of lading
  - B. Dock warrant
  - C. Delivery order
  - D. Railway receipt
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- 17 Cheque is always payable on.
- A. Phone call
  - B. At sight
  - C. After banking hour
  - D. On demand
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- 18 The numebr of parties in a cheque are.
- A. Two
  - B. Five
  - C. Four
  - D. Three
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- 19 Security is a powerful tool that ensure tthe repayment of:
- A. Deposit
  - B. Dept
  - C. Interest
  - D. None of the above
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- 20 Popular types of loan issued by the bank according to term are
- A. Two
  - B. Three
  - C. Four
  - D. Five
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