

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The person who pledges the goods with the banker as security is called.	A. Pledgee B. Mortagager C. Pledger D. Mortagagee
2	Scheduled Banks are registred under state bank act.	A. 1956 B. 1984 C. 1962 D. 1932
3	Because of high reserve ratio the credit creation power.	A. Constant B. Increases C. Decreases D. Zero
4	Grace days are given to debtors for payment.	A. 3 days B. 4 days C. 5 days D. 6 days
5	These thories of foreign exchange rate include.	A. Mint par parity theory B. Ppurchasing power theory. C. Botha a and b D. All of these
6	Alternation in cheque must be singed by.	A. Payee B. Debtor C. Drawer D. All of these
7	The central bank works under the rules framed by:	A. Government B. People C. Different banks D. All of the above
8	The examples of short term monetary assets includes.	A. Bills of exchange B. Promissory note C. Treasury bill D. All of these
9	Cheque is a credit instrument which is	A. Negotiable B. Conditionally negotiable C. Non negotiable D. None of the above
10	Thenature of relations between banker and customers is.	A. Bailer and Bailee B. Agent and principal C. Debtor and creditor D. All the above
11	Bank draft is a credit instrument.	A. Negotiable B. Non negotiable C. Unreadable D. None of these
12	The following is not used in E-Banking	A. Credit card B. Debit card C. Cheque D. All the above
13	Promissory note drawn by two or more persons is called	A. Individual promissory note B. Joint promissory note C. Foreign promissory note D. All of the above
14	the nature of relations between banker and customers is.	A. Bailer and Bailee B. Agent and principal C. Debtor and creditor D. All the above
15	Who used to tak gold and precfious metal as safe custody.	A. Merchants B. Kings C. Money Lenders D. Gold Smiths

16	Services provided by on line banking	A. Depositing the money into the account B. Withdrawal the money from bank C. Transfer of money D. All the above
17	Loan Create	A. Monopoly B. Inflation C. Deposits D. All the above
18	The L.C. which is accompanied by some documents is called.	A. Documentary L.C. B. Revolving L.C. C. Back to back L.C. D. Simple L.C.
19	Which instrument is not dealt at stock exchange	A. Shares B. Debentures C. Both a and b D. Bills of exchange
20	The letter of credit which can be endorsed to another person is called:	A. Special L.C B. Transferable L.C C. Revolving L.C D. None of the above