

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

Sr	Questions	Answers Choice
1	Bills of exchange is a negotiable instrument which contains	A. A written order B. Conditional written order C. Unconditional written order D. None of the above
2	A person in whose favour the rights of bill are transferred is called	A. Drawer B. Payee C. Endorsee D. All of the above
3	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
4	Endorser of promissory note is a :	A. Person who promises to pay B. Person who receives the amount of note C. Person in whose favour the rights are transferred D. Person who transfers the rights of note
5	A person who writes the bill is called	A. Drawee B. Drawer C. Payee D. Acceptor
6	Which is appointed by govt. to certify the negotiable instrument:	A. Private attorney B. Public attorney C. Notary public D. Gazetted Officer
7	Drawee of bank draft is.	A. Creditor B. Debtor C. Issuing bank D. Paying bank
8	Negotiable credit instrument do not include.	A. Bank draft B. Cheque C. Postal orders D. Treasury bill
9	Credit instrument drawn by one bank on another bank is called	A. Cheque B. Bills of exchange C. Bank draft D. Treasury bill
10	Bank draft is a credit instrument.	A. Negotiable B. Non negotiable C. Unreadable D. None of these
11	The payment of draft is made on.	A. Sight B. Demand C. By post D. Phone call
12	The bills of exchange which is paid after the expiry of fixed period of time called	A. Accommodation bill B. Sight bill C. Time bill D. All of the above
13	Bills of exchange is a written order which is always	A. Conditional B. Unconditional C. Partially conditional D. All of the above
14	The various kind of bank draft includes.	A. Inland draft B. Crossed bank draft C. Foreign draft D. All of these
		A. Inland draft

15	The draft which is drawn and paid into two different countries.	B. Ordered draft C. Foreign draft D. Home draft
16	Written instrument by one bank to another bank.	A. Bill of exchange B. Draft C. Bearer cheque D. None of these
17	Bills of exchange can be cashed from bank before maturity by:	A. Overdraft B. Renewal C. Discounting D. None of the above
18	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
19	Treasury bill means:	A. Amount of government B. Evidence of government's debt C. Promise of government to pay D. None of the above
20	The draft having two transverse parallel lines on its face is called.	A. Order bank draft B. Crossed bank draft C. Transverse draft D. All of these