

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

Sr	Questions	Answers Choice
1	Bills of exchange is	<p>A. An order to pay</p> <p>B. A request to pay</p> <p>C. A promise to pay</p> <p>D. All of the above</p>
2	Bill which is drawn without any trade transaction	<p>A. Sight bill</p> <p>B. Time bill</p> <p>C. Trade bill</p> <p>D. Accommodation bill</p>
3	Grace days are given to debtor for the payment of:	<p>A. Bills of exchange</p> <p>B. Promissory note</p> <p>C. Treasury bill</p> <p>D. Cheque</p>
4	Which is appointed by govt. to certify the negotiable instrument:	<p>A. Private attorney</p> <p>B. Public attorney</p> <p>C. Notary public</p> <p>D. Gazetted Officer</p>
5	The bank branch on which the draft is drawn is.	<p>A. Drawer</p> <p>B. Payee</p> <p>C. Drawee</p> <p>D. None of these</p>
6	The main characteristics of bank draft.	<p>A. Written</p> <p>B. On demand</p> <p>C. Certain payment</p> <p>D. All of these</p>
7	The document which is used to transfer the deposit from one bank to another is.	<p>A. Bank draft</p> <p>B. Promissory note</p> <p>C. Bill of exchange</p> <p>D. All these</p>
8	The draft having two transverse parallel lines on its face is called.	<p>A. Order bank draft</p> <p>B. Crossed bank draft</p> <p>C. Transverse draft</p> <p>D. All of these</p>
9	Promissory note means a:	<p>A. Promise to pay fixed amount on fixed date</p> <p>B. Promise to pay currency notes on fixed date</p> <p>C. Promise to pay goods on fixed date</p> <p>D. All of the above</p>
10	Bank draft is a credit instrument.	<p>A. Negotiable</p> <p>B. Non negotiable</p> <p>C. Unreadable</p> <p>D. None of these</p>
11	The various kind of bank draft includes.	<p>A. Inland draft</p> <p>B. Crossed bank draft</p> <p>C. Foreign draft</p> <p>D. All of these</p>
12	On issuance of bank draft bank gets.	<p>A. Tax</p> <p>B. Commission</p> <p>C. Profit</p> <p>D. Duty</p>
13	Promissory note drawn by two or more persons is called	<p>A. Individual promissory note</p> <p>B. Joint promissory note</p> <p>C. Foreign promissory note</p> <p>D. All of the above</p>
14	The draft which is drawn and paid in two different countries.	<p>A. Inland draft</p> <p>B. Ordered draft</p> <p>C. Foreign draft</p> <p>D. Home draft</p>
		A. Sight

15	The payment of draft is made on.	B. Demand C. By psot D. Phone call
16	Bill in which drawer belonging to two different countries:	A. Inland bill B. Foreign bill C. Accommodation bill D. None of the above
17	Credit instrument drawn by one bank on another bank is called	A. Cheque B. Bills of exchange C. Bank draft D. Treasury bill
18	Drawer and payee of inland promissory note belong to	A. Same country B. Different countries C. Different cities D. None of the above
19	Retirement of bill means	A. Payment of bill before due date B. Dishonoring of bill due to non-payment C. Protesting of bill D. Dishonoring of bill due to non-acceptance
20	In case of bank draft the drawer is.	A. Debtor B. Creditor C. Bank D. Account holder