

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

Sr	Questions	Answers Choice
1	A person in whose favour the rights of bill are transferred is called	A. Drawer B. Payee C. Endorsee D. All of the above
2	Bank draft is a credit instrument.	A. Negotiable B. Non negotiable C. Unreadable D. None of these
3	The signature of the following is compulsory on B/E:	A. Bank B. Drawee C. Drawer D. Both (B) & (C)
4	A bill which can be rediscounted from central bank	A. Sight bill B. Time bill C. Both a and b D. None of these
5	Written instrument by one bank to another bank.	A. Bill of exchange B. Draft C. Bearer cheque D. None of these
6	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
7	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
8	The draft which is drawn and paid in two different countries.	A. Inland draft B. Ordered draft C. Foreign draft D. Home draft
9	Draft Drawn and paid in two different countries is called.	A. Foreign draft B. Demand draft C. Local draft D. None of these
10	Drawee of bank draft is.	A. Creditor B. Debtor C. Issuing bank D. Paying bank
11	An unconditional order of payment by one bank to another bank.	A. Bill of exchange B. Promissory note C. Draft D. None of these
12	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
13	Treasury bill is a :	A. Negotiable credit instrument B. Non-negotiable credit instrument C. Debentures D. Shares
14	Bank draft is always in the form of.	A. Hand written B. Printed C. Stamp paper D. None of these
		A. Inland bill

15	Bill in which drawer belonging to two different countries:	B. Foreign bill C. Accommodation bill D. None of the above
16	In case of bank draft the drawer is.	A. Debtor B. Creditor C. Bank D. Account holder
17	The document which is used to transfer the deposit from one bank to another is.	A. Bank draft B. Promissory note C. Bill of exchange D. All these
18	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
19	Credit instrument drawn by one bank on another bank is called	A. Cheque B. Bills of exchange C. Bank draft D. Treasury bill
20	Drawee of the bank draft is a	A. Bank which issues a draft B. Bank on which the draft is drawn C. Payee of draft D. Sender of amount by draft