

Principles of Banking Icom Part 2 English Medium Chapter 12 Online Test

Sr	Questions	Answers Choice
1	Parties involved in I.O.U	A. Three B. Four C. Two D. Five
2	The more increase in exchange rate for a country under gold standard is called	A. Lower specie point B. Middle specie point C. Upper specie point D. None of the above
3	The term foreign exchange includes	A. Bank draft B. Letter of credit C. Foreign B/E D. All the above
4	Which party to L.C. is called beneficiary.	A. Import B. Export C. Advising bank D. Opening bank
5	In L.C. the other name of importer's bank is.	A. Buyer bank B. Opening bank C. Issuing bank D. All of these
6	Foreign exchange control reduces the	A. Circulation of capital B. Export of capital C. Import of capital D. None of the above
7	Which of the following nature does IOU have.	A. An autograph B. A monograph C. A sonograph D. A holograph
8	If the demand of any country's currency increases then rate of exchange becomes	A. Favorable B. Unfavorable C. Both a and b D. None of these
9	Which of the following rate keeps the balance of payments in equilibrium	A. Discount rate B. Interest rate C. Exchange rate D. Market rate
10	The kind of commercial letter of credit includes.	A. Revocable L.C. B. Unconditional L.C. C. Confirmed L.C. D. All of these
11	Transfer of money from one palce to another place with the help of post office.	A. Cheque B. Draft C. Money order D. None of these
12	Postal order is the example of.	A. Negotible credit instrument B. Cash instruent C. Non negotiable credit instrument D. None of these
13	Letter of credit state a limit of.	A. Credit B. Time period C. Bank D. None of these
14	The purpose of credit card is.	A. Sell goods B. Control credit C. Purchase goods D. None of these
15	The example of non commercial letter of credit.	A. Red clause L.C. B. Green clause L.C. C. Traveler's L.C. D. Documentary L.C.

16	The rate of exchange determined by two countries following non-convertible paper currency system is a point where	A. The purchasing power of currency is same B. The purchasing power of currency is different C. The purchasing power of currency is zero D. None of the above
17	Paying bank with respect to a letter of credit is called.	A. Advising bank B. Informatory bank C. Both these D. None of these
18	The price of one country's currency in term other country's currency is called	A. Foreign currency B. Traveller's L.C. C. Exchange rate D. None of these
19	Stock certificates are issued by.	A. Cental bank B. Stock market C. Limite Company D. Partnership
20	Parties involvedin money order.	A. Two B. Three C. Four D. Five