Principles of Banking ICOM Part 2 English Medium Chapter 2 Online Test

Sr	Questions	Answers Choice
1	The forms of cash reserve of commercial bank:	A. Cash in hand B. Reserve with central bank C. Recievable from other banks D. All of the above
2	Which bank does discount the bills of public	A. Commercial bank B. Agricultural bank C. Industrial bank D. All of the above
3	Because of low Reserve Ratio the credit creation power.	A. Increases B. Decreases C. Constant D. Zero
4	Which account is called non operating account.	A. Current account B. Saving account C. Fixed account D. BBA account
5	Which is the Primary functionof a commercial bank.	A. Issue Notes B. Accepting Deposits C. Credit creation D. None of these
6	The documents which present a summary and balance of accounts of an A/C holder in bank.	A. Balance sheet B. Pass book C. Prospectus D. Bank Staement
7	Which bank does keep the precious articles of public into its custody	A. Central bank B. Industrial bank C. Commercial bank D. None of these
8	Which type of loan is advanced by commercial banks for meeting day-to-day requirements:	A. Short term loan B. Medium term loan C. Long term loan D. All of the above
9	If a credit card is lost, what should the holder do.	A. Report to employer B. Report to bank C. Report to insurance co. D. All the above
10	In Pakistan before 1974 commercial Banks were formed under.	A. Co's act 1932 B. Co's Act 1913 C. Co's Act 1984 D. None of these
11	A commercial bank keeps less cash reserve if:	A. Cheque is used in most of the transactions B. Cheque house facilty is available C. Rediscounting facility is available D. All of the above
12	The commercial banks may be:	A. Scheduled B. Non-scheduled C. Foreign D. All of the above
13	Process of credit creation by	A. Central bank B. Commercial banks C. Both of these D. None of these
14	United Bank Ltd. was formed on.	A. 1959 B. 1949 C. 1694 D. 1957
15		A. Meeting the requirements of customers B. Meeting the requirements of

15	Why commercial banks keep a certain amount of money as reserve	central bank C. Acquiring the satisfaction of having cash D. Expanding the banking business
16	Credit card payments are considered.	A. Cash payments B. Credit payments C. Both these D. None of these
17	Exchange banks are commonly known as.	A. Foreign bank B. Central bank C. Consortium Bank D. None of these
18	For commercial banks " Advancing loans' are.	A. Assets B. Liabilities C. Expenses D. All of these
19	Which of the following is meant for presenting a summary and balance of accounts of bank customers	A. Bank statement B. Balance sheet C. Pass book D. Prospectus
20	The amount (capital) recieved by bank after issuing shares is called:	A. Reserve capital B. Paid up capital C. Autherized capital D. Issued capital