

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

Sr	Questions	Answers Choice
1	Which of the following is a valid method of receiving payment from debtors.	A. Debit card B. Credit card C. ATM card D. Cash
2	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
3	Which is the Primary functionof a commercial bank.	A. Issue Notes B. Accepting Deposits C. Credit creation D. None of these
4	The amount in fixed deposit can be	A. Deposited many times B. Deposited only once C. Withdrawn many times D. None of the above
5	A commercial bank keeps less cash reserve if:	A. Cheque is used in most of the transactions B. Cheque house facility is available C. Rediscounting facility is available D. All of the above
6	Current account is suitable for	A. Capitalists B. Salaried persons C. Business community D. None of the above
7	If the rate of interest (profit) on the bank deposits is higher then the banks keep:	A. Less cash reserve B. Less margin rate C. More cash reserve D. None of the above
8	Present commercial Banks are teh Developed form of the business of.	A. Money Lenders B. gold smiths C. Money changers D. Merchants
9	Which bank does discount the bills of public	A. Commercial bank B. Agricultural bank C. Industrial bank D. All of the above
10	Which of the folloiwng is a valid method of receivng payment from debtors.	A. Debit card B. Credit card C. ATM card D. Cash
11	the card which can be used to pay for goods purchased.	A. ID card B. Credit card C. Chrage card D. Gurantee card
12	The current account nd saving account is also called	A. Sight deposits B. Chequing account C. Demand deposits D. All of these
13	Heart of Financial Structure.	A. Commercial bank B. Central bank C. Consortium Banks D. All these
14	Pay Order is issued by the bank when the debtor and creditor belongs to.	A. Two different cities B. With in same city C. Two different counties D. All these
15	Commercial bank is called:	A. Banker's bank B. Bank of public C. Custodian of foreign exchange D. Bank of deposit

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16	Cash reserve of commercial Banks includes.	A. Cash in hand B. Cash with SBP C. Balance with other banks D. All the above
17	The loan which can be demanded by bank at anytime:	A. Overdraft B. Demand loans C. Bills of exchange D. All of the above
18	Process of credit creation by	A. Central bank B. Commercial banks C. Both of these D. None of these
19	Polymer Currency includes	A. Debit card B. ATM card C. Credit card D. All of these
20	Banking companies ordinance is	A. 1962 B. 1984 C. 1932 D. 1694

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