

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

Sr	Questions	Answers Choice
1	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
2	Bank draft is issued by the bank when the debtor and creditor belongs to.	A. To different cities/Country B. With in same city C. Two different families D. All these
3	Decreases in cash reserve ratio of scheduled Banks.	A. No effect B. Decrease in credit creation C. Increase in credit creation D. Stop credit creation
4	The important (basic) kinds of accounts opened in commercial banks are:	A. Two B. Three C. Four D. countless
5	The relationship between Cash Reserve and credit creation is.	A. No relationship B. Direct C. Inverse D. One way
6	For more credit creation a bank must have.	A. More demand deposits B. More fixed deposits C. More time deposited D. All of these
7	Commercial bank can be	A. Scheduled B. Foreign C. Non Scheduled D. All these
8	Which amount is available for salaried and low income persons:	A. Current account B. Saving account C. Fixed deposit D. All of the above
9	In Pakistan the bank nationalized Act is.	A. Act 1956 B. Act 1932 C. Act 1962 D. Act 1974
10	the card which can be used to pay for goods purchased.	A. ID card B. Credit card C. Charge card D. Guarantee card
11	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
12	Which bank does accept the deposits from public	A. Commercial bank B. Central bank C. Foreign exchange bank D. All the above
13	Commercial bank creates the following Money	A. Metallic B. Credit C. Paper D. All the above
14	Increase in ratio of cash reserve of scheduled banks.	A. Increase of credit creation B. Stop credit creation C. Decreased in credit creation D. None of these
15	For commercial banks " Advancing loans' are.	A. Assets B. Liabilities C. Expenses D. All of these

16	Because of low Reserve Ratio the credit creation power.	A. Increases B. Decreases C. Constant D. Zero
17	Quaid -e- Azam opened his bank account in.	A. 1940 B. 1945 C. 1957 D. 1987
18	United Bank Ltd. was formed on.	A. 1959 B. 1949 C. 1694 D. 1957
19	Which bank does discount the bills of public	A. Commercial bank B. Agricultural bank C. Industrial bank D. All of the above
20	Which affairs of Banks are revealed by articles of Banks.	A. Internal B. External C. Political D. Financial
