

Principles of Banking Icom Part 2 English Medium Chapter 4 Online Test

Sr	Questions	Answers Choice
1	Under which Section Scheduled Bank can open new branch.	A. Section 38 B. Section 39 C. Section 40 D. Section 41
2	Central bank bank supervises one of the following systems of a country:	A. Provincial B. Political C. Economical and financial D. None of the above
3	Min. Paid up capital of scheduled Bank in Pakistan on 31st December 2011 will be.	A. Rs. 05 million B. Rs. 06 million C. Rs. 10 Billion D. Rs. 07 billion
4	Participation term certificate are issued by.	A. Sole trader ship B. Firm C. Joint Stock Co. D. Co-operative society
5	The transmission of following is stopped due to clearing house:	A. Credit money B. Metallic money C. Cash money D. All of the above
6	Under which Section Scheduled Bank are bond to keep 80% of their Asset in country.	A. Section 38 B. Section 33 C. Section 37 D. Section 40
7	Participation term certificates are issued in place of.	A. Shares B. Debentures C. NIT Units D. All these
8	The central bank works under the rules framed by:	A. Government B. People C. Different banks D. All of the above
9	The institution responsible for the contraction and expansion of money in the best interest of general public is called:	A. Commercial bank B. Clearing house C. Central bank D. Chamber of commerce
10	Central bank provides the following facility to scheduled banks:	A. Feast B. Godown C. Clearing house D. None of the above
11	If the quatity of money in circulation increases then this situation is called:	A. Inflation B. Deflation C. Money market D. All of the above
12	What are the objectives of monetary policy	A. Stability in price B. Exchange stability C. Stability in capital market D. All of the above
13	Scheduled Banks are registred under state bank act.	A. 1956 B. 1984 C. 1962 D. 1932
14	State Bank of Pakistan Act is	A. 1932 B. 1962 C. 1984 D. 1997
15	What is the purpose of monetary policy	A. To control banking system B. To control supply of money C. To control foreign exchange D. To control stock market

16	Riba Bank of Sweden became central bank in:	A. 1568 B. 1668 C. 1768 D. None of the above
17	Example of Non scheduled is	A. ABL B. AL-Meezan Investment Bank C. HBL D. NBP
18	Under fixed fiduciary system, if notes are issued in excess of fiduciary limit then how much value of precious metal or foreign exchange is kept as reserve for over issue	A. 5% B. 10% C. 30% D. 100%
19	Central Bank Act as Lender of Last Resort to.	A. Scheduled Bank B. Foreign Bank C. Non-Scheduled bank D. All the above
20	Scheduled Banks can keep their total assets outside the country.	A. 80% B. 60% C. 40% D. 20%