

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

Sr	Questions	Answers Choice
1	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
2	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
3	Which is the quantitative method of credit control	A. Change in reserve ratio B. Change in margin requirement C. Selective control D. Publicity
4	Which method or methods are prevailing in Pakistan for issuing notes	A. Fixed Fiduciary System B. Proportional Reserve System C. Both a and b D. None of the these
5	Central bank is owned by	A. Public B. Government C. Commercial baks D. All of the above
6	Important functions of a central bank:	A. To issue currency notes B. To provide banking facilities to government C. To advise commercial banks D. All of the above
7	The document acquire to convert non -scheduled into scheduled bank	A. Prospectus B. Debentures C. By laws copy D. Audited Annual Report
8	What is meant by margin requirement	A. To advance loan less than the value of security B. To give less amount as interest than the amount of loan C. To advance more loan than the value of security D. To advance loan equal to the value of security
9	Modern central banking system started in	A. 18th Century B. 19th Century C. 20th Century D. None of these
10	If credit money is controlled by the sale and purchase of government securities, it is called	A. Direct action B. Moral persuasion C. Change in reserve ration D. Open market operation
11	Which term is used in connection with monetary policy	A. Bank rate B. Exchange rate C. Wage rate D. Market rate
12	Participation term certificates are issued in place of.	A. Shares B. Debentures C. NIT Units D. All these
13	Scheduled bank is bound to keep with the Country.	A. 80% of Total Assets B. 60% of Total Assets C. 40% Total Assets D. 20% Total Assets
14	Pakistan's central bank was established in:	A. 1947 B. 1948 C. 1949 D. 1950

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	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
17	State Bank of Pakistan Act is	A. 1932 B. 1962 C. 1984 D. 1997
18	When was the first central bank of sub-continent established:	A. 1635 B. 1732 C. 1835 D. 1935
19	Scheduled Banks are registered under state bank act.	A. 1956 B. 1984 C. 1962 D. 1932
20	In case of inflation in the country, the rate of margin is:	A. Increased B. Reduced C. Waived D. All of the above