

Principles of Banking Icom Part 2 English Medium Chapter 8 Online Test

Sr	Questions	Answers Choice
1	In case of mortage, the property remains in the possession of:	A. Lender (creditors) B. Borrower (debtors) C. The government D. All of the above
2	Cheque is always payable on.	A. Phone call B. At sight C. After banking hour D. On demand
3	The word credit has been derived from a latin word.	A. Credo B. Credere C. Creditor D. None of these
4	The numebr of parties in a cheque are.	A. Two B. Five C. Four D. Three
5	Negotiable credit instruments does not includes.	A. Cheque B. ATM card C. Draft D. Promissory
6	The commercial banks provide the following type of loan by discounting the B/E:	A. Short term B. Medium term C. Long term D. All of the above
7	Which things can be accepted by bank as security at the time of granting loan	A. Gold and silver B. Property C. Shares and debentures of company D. All the above
8	Security is a powerful tool that ensure tthe repayment of:	A. Deposit B. Dept C. Interest D. None of the above
9	Popular types of loan issued by the bank according to term are	A. Two B. Three C. Four D. Five
10	The loans obtained for meeting the administrative expenses and purchase of raw material are:	A. Short term loans B. Medium Term Iolas C. Long Term Iolas D. All of the above
11	On every cheque bank gets.	A. Tax B. Profit C. Duty D. Commission
12	The person in who's favor a cheque is endorsed is called.	A. Endorser B. Debtor C. Endorsee D. None of these
13	Long term loan is advanced against the following security:	A. Non-material B. Material C. Personal D. All of the above
14	The document which reveals the ownership of goods kept on port:	A. Bill of lading B. Dock warrant C. Delivery order D. Railway receipt
15	On which of the following amount of overcraft, bank receives interest:	A. Fix B. Total C. Used D. All of the above

D. All of the above

16 What is meant by hypothecation

- A. To hand over the goods or documents of title to goods by a customer to the bank as a security against a debt
- B. To hand over the documents of property by a customer until the repayment of debt
- C. A type of security in which neither the ownership nor the possession passes to the bank
- D. A receipt of loan which shows that money has been borrowed against an immovable property as a security

17 Which of the following is a highly marketable security

- A. Document of title to goods
- B. Shares and debentures
- C. Immovable property
- D. All the above

18 The cheque which cannot be cashed on the bank counter.

- A. Bearer cheque
- B. Crossed cheque
- C. Order cheque
- D. Both bearer and order

19 The goods or items accepted as security for advancing loan should not be:

- A. Durable
- B. Insured
- C. Under burden
- D. Liquid

20 Who does accept the responsibility for repayment debt

- A. Guarantor
- B. Personal security
- C. Both a and b
- D. None of the these