

ICS Part 2 Economics English Medium Chapter 13 Online Test

Sr	Questions	Answers Choice
1	Which is the most widely used tool of monetary policy	A. Open market operations B. Issuing of notes C. Discount rate D. Cleaning house
2	Central Bank rate lending to commercial banks is called.	A. Discount rate B. Money rate C. Control Rate D. Interest rate
3	National Bank of Pakistan was established in	A. 1949 B. 1959 C. 1960 D. 1979
4	When the state bank wants to decrease money supply in the country it.	A. Buys govt securities in stock market B. Sells govt securities C. Lowers discount rate D. B and C
5	The bank established for loans to very small enterprises is called.	A. Micro Finance Bank B. Modarba Bank C. SME bank D. First Mini Bank
6	State Bank was established in	A. 1948 B. 1950 C. 1952 D. 1954
7	Open Market Operations is	A. Buying and selling govt securities B. Buying and selling shares of companies C. Buying and selling bills of exchange D. Buying and selling foreign exchange
8	10- Rupees note is issued by	A. National Bank B. State Bank C. Govt of Pakistan D. Governor State bank
9	Total number of branches of Pakistani banks is approximately	A. 5000 B. 10000 C. 15000 D. 20000
10	Out of the following the only recognised legal tender is.	A. Bank notes B. Cheque C. Draft D. Credit card
11	Acting as lender of last resort a central bank lends to.	A. Commercial Bank B. Stock exchange C. Money markets D. Does not lend
12	Commercial banks in Pakistan are supervised by	A. State Bank B. National Bank C. Finance Minister D. World Bank
13	Discount rate of State Bank of Pakistan is	A. Less than 5% B. More than 5% but not more than 15% C. More than 15% but not more than 25% D. More than 25%
14	Nationalisation of banks was done in	A. 1974 B. 1976 C. 1978 D. 1980

15	Which statement is true of the relationship between bond prices and bond yields.	A. They are inversely related B. They are not related C. They are related very directly D. They are related in the long run and not in the short run
16	National Bank of Pakistan is	A. Industrial Bank B. Commercial Bank C. Central Bank D. Investment Bank
17	National Bank is.	A. Public Sector bank B. Private Bank C. Microfinance bank D. Specialised bank
18	First women bank is	A. Govt Bank B. Private bank C. Non Scheduled bank D. Investment Bank
19	Pakistan has a banking system.	A. Developed B. Underdeveloped C. Very unorganised D. Inefficient
20	It is NOT an instrument of monetary policy	A. Bank rate B. Open market operations C. Change in reserve ratio D. Issuance of notes