

ICS Part 2 Economics English Medium Chapter 5 Online Test

Sr	Questions	Answers Choice
1	When a commercial bank creaes credite. Its immediate effect is tha tit raises.	A. The exchange rate B. The money supply C. The interest rate D. The real national income
2	A bank has Rs. 5 million in cash The minimum reserve ratio is 20% What is maximum potential increase in total deposite.	A. 25 m B. 10 m C. 5 m D. 0 m
3	Credit money is created by	A. Exchange bank B. Commerical Bank C. Finance companies D. None of the above
4	Out following the only recognised legal tender is	A. Cheque B. Currency notes and coins C. Notes and cheques D. Credit card
5	Cash cannot be directly obtaines from a bank against	A. Cross cheque B. Order cheque C. bearer cheque D. Traveller cheque
6	Central banks rate of lending to commercial banks is called.	A. Money rate B. Control rate C. Intrested rate D. Discount rate
7	Demand deposite are	A. Bank notes B. Money C. Considered as ner money D. Legal money
8	Credit money is controlled by	A. Central bank B. Market forces C. Commercial Bank D. Government
9	Demand deposit are	A. Money B. Bank note C. Legal Money D. Considered to near money
10	Bank Prepare their balace sheet.	A. Weekly B. Monthly C. Quarterly D. Annually
11	Commercial banks accept deposits and provide	A. Money B. Loans C. Bill of exchange
12	Which type of cheque is more safe for transfer of money	A. Cross cheque B. Order cheque C. Traveller cheque D. Bearer cheque
13	Which type of card is not issued by central banks	A. Credi card B. Debit card C. ATM Card D. None is issued by it
14	Profit and loss sharing is basis of finance under this system.	A. Islamic B. Capitalistic C. Socialistic D. None
15	Which is considered liability by a bank	A. Loans B. Bank building and equipment C. Time deposit D. Securities

16	Central banks rate of lending to commercial banks is called.	A. Interest rate B. Discount rate C. Money rate D. Inflation rate
17	Every country establishes central bank to	A. Issue currency B. To establish commercial bank C. To prepare government budget D. All of the above
18	10-Rupees note is issued by	A. National Bank B. State Bank C. Govt. of Pakistan D. Governor State bank
19	Balance sheet of a bank has two parts	A. Supply and demand for deposits B. Supply and demand of Advances C. Assets and liabilities D. Cash Reserves and loans
20	State bank was established in .	A. 1948 B. 1950 C. 1952 D. 1954