

ICS Part 2 Economics English Medium Chapter 5 Online Test

Sr	Questions	Answers Choice
1	Central banks rate of lending to commercial banks is called.	A. Money rate B. Control rate C. Intrested rate D. Discount rate
2	If a person is intrested that his amount should be readily available as soon as he needs he should deposit his money in.	A. Demand deposits B. Time deposit C. Saving account D. Profit loss account
3	State bank of Pakistan is run by	A. Board of directors B. Board of managers C. Board of governors D. Board of bankers
4	Which type of cheque is more safe for transfer of money	A. Cross cheque B. Order cheque C. Traveller cheque D. Bearer cheque
5	If you borrow from a bank the amount which the bank charges is called.	A. Interest rate B. tax rate C. discount rate D. Market rate
6	Credit money is created by	A. Exchange bank B. Commercial Bank C. Finance companies D. None of the above
7	Commercial banks are able to create money by	A. Making loans B. Printing Money C. Moral suasion Selling government loans D. Printing money
8	Which is considered liability by a bank	A. Loans B. Bank building and equipment C. Time deposit D. Securities
9	Cash cannot be directly obtained from a bank against	A. Cross cheque B. Order cheque C. bearer cheque D. Traveller cheque
10	Which type of card is not issued by central banks	A. Credit card B. Debit card C. ATM Card D. None is issued by it
11	Acting as lender of last resort a central bank lend to.	A. Money market B. Stock exchange C. Commercial Bank D. Does not lend
12	Which type of cheque is least safe for transfer of money	A. Bearer cheque B. Traveller cheque C. Order cheque D. Cross cheque
13	The bank can give loans	A. Unlimited B. Equal to deposits C. less than deposits D. More than deposits
14	Which is a function of commercial bank	A. Acting as a govt. banker B. Fixing the exchange rate C. Making loans D. Issuing bank notes
15	10-Rupees note is issued by	A. National Bank B. State Bank C. Govt. of Pakistan D. Reserve Bank of India

D. Governer State bank

16	Treasury bill is used for	<p>A. Getting short term loans by central bank</p> <p>B. Getting long term loans</p> <p>C. Collecting govt. taxes</p> <p>D. Make payments of utility bills</p>
17	If a person is more intrested to earn income he shud deposit his money in	<p>A. Demand deposits</p> <p>B. Time deposit</p> <p>C. Saving account</p> <p>D. Profit loss account</p>
18	Whcih organisation controls the banking system to most countries.	<p>A. Central Bank</p> <p>B. Commercial bank</p> <p>C. Investment bankWorld bank</p>
19	State Bank policy of regulating intrst rate is called.	<p>A. Monetary policy</p> <p>B. Commerical policy</p> <p>C. Banking policy</p> <p>D. Fiscal policy</p>
20	The following is not a bank liability.	<p>A. Demand Deposit</p> <p>B. Time deposit</p> <p>C. Loans</p> <p>D. Saving Deposit</p>