

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The advantages of E-Banking are.	A. Time saving B. No need to carry cash C. Facility of BACS D. All of these
2	A Modarba may be for	A. Specific or multi purpose B. Perpetual C. Specific period D. All the above
3	The types of local or home trade are.	A. Regail trade B. Wholesale trade C. Interport D. Both a and b
4	Which of the following is used to finance the people who want to travel abroad	A. Traveller's letter of credit B. Traveller's cheque C. Circular note D. All the above
5	Scheduled Bank Can be registered under SBP Act.	A. 1956 Sec. 38 (1) B. 1957 Sec. 37 (1) C. 1956 Sec. 137 (1) D. 1956 Sec. 43(1)
6	The primary objective of a central bank is to	A. Earn profit B. Advance loans to traders C. Safeguard the national interest D. All of the above
7	In case of negotiable instruments, the rights can:	A. Be tranferred B. Not be transferred C. Be conditionally transferred D. All of the above
8	Which of the following is a non-commercial letter of credit	A. Irrevocable letter of credit B. Red-clause letter of credit C. Special letter of credit D. Traveller's letter of credit
9	The term foreign exchange includes	A. Bank draft B. Letter of credit C. Foreign B/E D. All the above
10	Most of the experts agreed that the word "Bank" has been derived from the word.	A. Banque B. Banco C. Bancus D. Back
11	Which of the following gets facility due to commercial letter of credit:	A. Home traders B. Exporter C. Importer D. Both exporter and importer
12	Sate Bank of Pakistan advises the federal and provincial governments on following matter	A. Administrative B. Financial C. Political D. All the above
13	Pakistan's central bank was established in:	A. 1947 B. 1948 C. 1949 D. 1950
14	Treasury bill is a :	A. Negotiable credit instrument B. Non-negotiable credit instrument C. Debentures D. Shares
15	The institution responsible for the contraction and expansion of money in the best interest of general public is called:	A. Commercial bank B. Clearing house C. Central bank D. Chamber of commerce

16	Customer can withdraw money only after the expiry of fixed time:	A. From saving account B. From current account C. From fixed deposit D. From all of the above
17	The purpose of using credit card is.	A. Purchase goods and services B. Deposit cheque C. Withdraw money D. Deposit cash
18	Transfer of money from one place to another place with the help of post office.	A. Cheque B. Draft C. Money order D. None of these
19	Scheduled banks means a bank which is registered with	A. Stock exchange B. Central bank C. World bank D. All of the above
20	Which letter of credit is accompanied by some documents	A. Confirmed B. Documentary C. Non-documentary D. All the above