

## Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Services provided by on line banking	A. Depositing the money into the account B. Withdrawal the money from bank C. Transfer of money D. All the above
2	When ADFC came into existence	A. 1951 B. 1961 C. 1965 D. 1970
3	Which is the secondary function of a commercial bank.	A. Accepting deposits B. Advancing loans C. Collection of cheques D. all of these
4	If the rate of interest (profit) on the bank deposits is higher then the banks keep:	A. Less cash reserve B. Less margin rate C. More cash reserve D. None of the above
5	The document which is used to transfer the deposit from one bank to another is.	A. Bank draft B. Promissory note C. Biull of exchange D. All these
6	Cheque is always payable on.	A. Phone call B. At sight C. After banking hour D. On demand
7	Central Bank provide the facility to Scheduled Banks.	A. Rediscounting Bills B. Clearing House C. Transfer of Money D. All the above
8	Running Finance is also known as.	A. Saving Account B. Current Account C. Overdraft D. Fixed Account
9	When was the National Bank Of Pkaistan established:	A. 1948 B. 1949 C. 1950 D. 1951
10	Commercial bank creates the following Money	A. Metallic B. Credit C. Paper D. All the above
11	Who can endorse the cheque:	A. Holder of cheque B. Drawer of cheque C. Both A & B D. None of these
12	The higer the cash reserve ratio.	A. Credit creation zero B. Credit creation constant C. Higher the credit creation D. Lower the credit creation
13	Which method is used for the formation of bank	A. Royal order B. Special ordinance C. Company's ordinance D. All of the above
14	Which of the following parties of a letter of credit is called beneficiary	A. Importer B. Exporter C. Opening bank D. Advising bank
15	The loans on which high rate of interest is charged :	A. Medium term loans B. Long term loans C. Short term loans D. None of these

D. Demand loans

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16	ATM is used to withdraw money from the	A. Branch of bank in which we have the account B. Any branch of concerned bank C. Other banks D. All the above
17	The leader of money market in Pakistan.	A. Central Bank B. Government C. Commercial Banks D. None of these
18	The term foreign exchange includes	A. Bank draft B. Letter of credit C. Foreign B/E D. All the above
19	The transmission of following is stopped due to clearing house:	A. Credit money B. Metallic money C. Cash money D. All of the above
20	Account payee only in the transverse parallel line.	A. Bearer cheque B. Special crossing C. General crossing D. None of these

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