Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	A Joint Stock company opens the account in the bank.	A. Saving Bank B. Current Account C. B.B.A. Account D. Term Deposit Account
2	Written instrument by one bank to another bank.	A. Bill of exchange B. Draft C. Bearer cheque D. None of these
3	The commercial banks provide the following type of loan by discounting the B/E:	A. Short term B. Medium term C. Long term D. All of the above
4	IOU is a document	A. Negotiable B. Non-negotiable C. Conditional negotiable D. Unconditional negotiable
5	Commercial letter of credit is issued for the facilty of:	A. Ambassadors B. Common people C. Businessmen D. Alll of the above
6	Saving accounts encourage the habit of saving among	A. Low income persons B. Investors C. Business people D. All of the above
7	Increase in ratio of cash reserve of scheduled banks.	A. Increase of credit creation B. Stop credit creation C. Decreased in credit creation D. None of these
8	Long term loan period is consisted of:	A. Days B. Months C. Years D. All of the above
9	The automatic delivery of banking products and services to customers through interactive electronic communication is called	A. E banking B. Electronic banking C. Both a and b D. None of these
10	The main sources of a bank funds are.	A. Deposits B. Bank own funds C. Both a and b D. None of these
11	The kind of loan according to issue	A. Cash credit B. Discounting of bill C. Mortgage loan D. All of the above
12	Main parties of promissory note are	A. One B. Two C. Three D. Four
13	Which party of the L.C. is called beneficiary.	A. Opening bank B. Buyer C. Exporter D. Ex porter's bank
14	Which of the followign cannot open account in a bank.	A. Lunatic B. Minor C. Parda Nasheen woman D. All of these
15	Term "or oreder" is written in order cheque after:	A. Drawer's name B. Payee's name C. Customer's name D. Endorsee's name

16	The bill of exchange who's tenor is less than three month is.	A. Long bill of exchange B. Foreign bill of exchange C. Short bill of exchange D. Sight bill of exchange
17	The document by which the people are invited to buy the shares of bank is called	A. Memorandum of bank B. Articles of bank C. Certificate of incorporation D. Prospectus of bank
18	Commercial bank is called:	A. Banker's bank B. Bank of public C. Custodian of foreign exchange D. Banker to the Government
19	After 31st Decemebr 1965 Pakistan use	A. Min. Reserve system B. Fixed Fiduciary system C. Proportional Reserve D. None of these
20	In an organized money market the interest rate is.	A. Less B. More C. Uniform D. All these