

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

Sr	Questions	Answers Choice
1	Whose role is considered important in the beginning of cheque:	A. Three B. Merchants C. Goldsmiths D. Money lenders
2	Minor person of a bank is one who is below.	A. 15 years B. 16 years C. 18 years D. 17 years
3	"EFT" stands for	A. Electronic Funds transfer B. Economic financial theory C. Electronic financial techniques D. Effective fund telegram
4	IOU is a document	A. Negotiable B. Non-negotiable C. Conditional negotiable D. Unconditional negotiable
5	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
6	How many minimum promoters are required to sign on an application for the registration of commercial bank	A. Two B. Five C. Seven D. Ten
7	Documents of title to goods includes.	A. Dock warrant B. Bill of lading C. Delivery order D. All the above
8	Written instrument by one bank to another bank.	A. Bill of exchange B. Draft C. Bearer cheque D. None of these
9	Why does it necessary for a customer to sign the specimen signature card	A. To match with the signatures when cheque is presented for payment B. To make exercise of signatures C. To complete documentary requirements D. To obtain new cheque book
10	Muslims commercial Bank was established on.	A. 1947 B. 1948 C. 1951 D. 1949
11	Which letter of credit is issued for a single or particular transaction:	A. Fixed B. Revocable C. Red clause D. Green Clause
12	Which type of loan is advanced by commercial banks for meeting day-to-day requirements:	A. Short term loan B. Medium term loan C. Long term loan D. All of the above
13	Content of money order includes.	A. Fixed amount B. Non transferable C. Identification D. All of these
14	Central bank does not provide the following facility to non-scheduled bank	A. Rediscounting of bills B. Clearing house C. Transfer of money D. All the above
15	Letter of credit state a limit of.	A. Credit B. Time period C. Bank

		D. None of these
16	A pass book is issued to:	A. Current accountholder B. Saving accountholder C. Both A & B D. None of the above
17	Decreases in cash reserve ratio of scheduled Banks.	A. No effect B. Decrease in credit creation C. Increase in credit creation D. Stop credit creation
18	For more credit creation a bank must have.	A. More demand deposits B. More fixed deposits C. More time deposited D. All of these
19	What does the bank receive on issuing a letter of credit:	A. Profit B. Interest C. Commission D. Duty
20	The demand for and supply of foreign exchange is regulated by.	A. Central bank B. World bank C. Commercial bank D. All of these