

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

Sr	Questions	Answers Choice
1	What kind of power does commercial bank possess regarding credit creation	A. Unlimited power B. Limited power C. No power D. All the above are possible
2	Relation between banker and customer terminates, when a :	A. Customer becomes mad or lunatic B. Customer becomes insane or mental C. Customer dies D. All of the above
3	Which party to L.C. is called beneficiary.	A. Import B. Export C. Advising bank D. Opening bank
4	If Central Bank wants to decrease the quantity of money in country it	A. Sells Securities B. Purchase Securities C. Create Credit D. All the above
5	The letter of credit which can be endorsed to another person is called:	A. Special L.C B. Transferable L.C C. Revolving L.C D. None of the above
6	Muslims commercial Bank was established on.	A. 1947 B. 1948 C. 1951 D. 1949
7	The rate at which commercial banks and central bank buys and sells foreign currency.	A. Bank Rate B. Inter Bank rate C. Interest rate D. Discount rate
8	While depositing money in your a/c you must use.	A. Pay in slip B. Deposit slip C. Credit voucher D. All of these
9	The word credit has been derived from a latin word.	A. Credo B. Credere C. Creditor D. None of these
10	The principle of not issue is	A. Currency principle B. Discount rate principle C. Bank rate principle D. All the above
11	An increase in the reserve requirement causes.	A. More credit Creation B. Less Credit Creation C. Stop credit creation D. None of these
12	Qarz-Hasna is available for the studies of	A. Engineering B. Agriculture C. Commerce D. All the above
13	The main content of bank draft.	A. bank branch B. Payee C. Date D. All of these
14	Married women can open following account in bank:	A. Saving account B. Current account C. Fixed amount D. All of the above
15	When was the "Bank of England" got the monopoly over note issue:	A. 1728 B. 1758 C. 1768 D. 1778

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- 16 The method which is mostly use in making foreign payments are.
- A. Telegraphic transfer
  - B. Foreign bill of exchange
  - C. By post
  - D. All of these
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- 17 Who can endorse the cheque:
- A. Holder of cheque
  - B. Drawer of cheque
  - C. Both A & B
  - D. None of these
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- 18 The type of Foreign or international trade are.
- A. <sup>Import</sup>
  - B. Export
  - C. Interport
  - D. All these
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- 19 Which type of a bill can be discounted form bank.
- A. Sight bill
  - B. Time bill
  - C. Dishonored bill
  - D. Unaccepted bill
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- 20 Which of the following is a highly marketable security
- A. Document of title to goods
  - B. Shares and debentures
  - C. Immovable property
  - D. All the above
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