

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	In financial crises, the central bank issues loan to	A. Non-scheduled bank B. Foreign bank C. Scheduled bank D. All the above
2	On which account a bank does not pay interest	A. Saving account B. Fixed deposits C. Current account D. All of the above
3	Bank of England and Royal Bank of Scotaland are an examples of.	A. Statutory Bank B. Development bank C. Royal Bank D. Non eof these
4	The rate at which commercial banks and centrla bank buys and sells foreign currency.	A. Bank Rate B. Inter Bank rate C. Intrest rate D. Discount rate
5	Central bank bank supervises one of the following systems of a country:	A. Provincial B. Political C. Economical and financial D. None of the above
6	Which document does reveal the internal affairs of a bank	A. Memorandum of bank B. Articles of bank C. Certificate of incorporation D. Prospectus
7	The currency unit of the capital of IDB is	A. Riyal B. Dollar C. Dinar D. None of these
8	Over draft facility is only provided on:	A. Current account B. Fixed deposit C. Saving account D. All of the above
9	Which of the folloiwng is a valid method of receivig payment from debtors.	A. Debit card B. Credit card C. ATM card D. Cash
10	The main sources of bank's fund are	A. Own capital B. Deposits C. Loan from other banks D. All the above
11	The types of credit instrument are.	A. Four B. Two C. three D. None of these
12	Centrak Bank Act as Lender of Last Resort to.	A. Scheduled Bank B. Foreign Bank C. Non-Sheduled bank D. All the above
13	When a bank accepts real estate as security by way of mortgage then it is called	A. Aamal B. Zarib C. Mortgager D. Mortgagee
14	Credit money in the country is controlled by	A. Central bank B. Commercial bank C. Industrial bank D. Agricultural bank
15	Which is teh secondary function of commercial bank.	A. Accepting deposits B. Advancing loans C. Collection of cheques D. All of these

16	In the presence of clearing house the use of cash transactions between banks	A. Increases B. Decreases C. Stops D. NO effect
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	The acceptance of bill with some conditions called.	A. Dishonor acceptance B. Documentary acceptance C. Qualified acceptance D. General acceptance
19	The name of the person is written on cheque as:	A. Drawer B. Drawee C. Payee D. None of these
20	Which party to L.C. is called beneficiary.	A. Import B. Export C. Advising bank D. Opening bank