

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The loans which can be demanded back by bank at any time are.	A. Short term loans B. Medium Tem loans C. Long term loans D. Demand loans
2	In case of negotiable instruments, the rights can:	A. Be tranferred B. Not be transferred C. Be conditionally transferred D. All of the above
3	Commercial bank create money.	A. Metallic B. Credit C. Paper D. All these
4	In Case of Fixed Deposit the rate of intrest is.	A. Constant B. High C. Low D. None of these
5	Person having an account with a bank or having some similar relation with the bank is called	A. Owner B. Debtor C. Consumer D. Customer
6	Endorsment of a cheque is always:	A. Written B. Oral C. Written and registered D. All of the above
7	The charge or price for the use of money is called	A. Profit B. Commission C. Interest D. Dividend
8	Money market deals in	A. Promissory note B. Bills of exchange C. Marketable securities D. All the above
9	The leader of capital market in Pakistan.	A. Centrla bank B. Government C. Commercial Banks D. None of these
10	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
11	The rate which keeps the balance of payment in equilibrium.	A. Equilibrium rate B. Foreign exchange rate C. Currency Rate D. Dollar rate
12	What is the major reason of Pakistan's unorganized money market	A. Lack of cooperation among financial institutions B. Absence of democracy C. Issuance of loan on political basis D. All the above
13	Adjusting a debit balance against a credit balance by the bank is called.	A. Balancing B. Adjustment C. Setting off D. All these
14	The statement of Pakistan was inaugurated by:	A. Liaqat-Ali-Khan B. Abdul-Rub-Nishar C. Quaid-e-Azam D. Nawaz-Sharif
15	What type of account is preferred by a businessman	A. Saving account B. Fixed deposits C. Current account D. None of these

		D. Foreign currency account
16	Which document is demanded by central bank for the conversion of non-scheduled bank into scheduled bank	A. Prospectus of bank B. Copy of bye-laws C. Audited annual report of bank D. Certificate of incorporation
17	Which bank is called the mother or central banks	A. Reserve bank of India B. Bank of England C. State Bank of Pakistan D. Bank of Venice
18	Which is demanded by a bank at the time of opening new account	A. Birth certificate B. Source of income C. Educational qualification D. All of the above
19	Which of the following is highly marketable security.	A. Documents of title B. Goods and produce C. Shares and debentures D. all the above
20	Bank of England and Royal Bank of Scotland are an examples of.	A. Statutory Bank B. Development bank C. Royal Bank D. Non eof these