

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Drawer and Drawee belongs to two different cities.	A. Inland bill B. Short bill C. Long bill D. Foreign bill
2	State Bank of Pakistan was established on.	A. Tuesday 1st July 1948 B. Wednesday 1st July 1948 C. Thursday 1st July 1948 D. Friday 1st July 1948
3	The important (basic) kinds of accounts opened in commercial banks are:	A. Two B. Three C. Four D. countless
4	The bank can cover the loan by selling out the.	A. Capital B. Credit card C. Security D. None of these
5	The stock exchange markets in Pakistan are.	A. Two B. Three C. Four D. Five
6	Documents of title to goods includes.	A. Dock warrant B. Bill of lading C. Delivery order D. All the above
7	Drawee for bills of exchange is a person	A. Who receives the amount of bill B. On whom the bill is drawn C. Who accepts the bill D. In whose favour the bill is transferred
8	Pay Order is issued by the bank when the debtor and creditor belongs to.	A. Two different cities B. With in same city C. Two different countries D. All these
9	Which document is attached to the application for the registration of bank	A. Memorandum of bank B. Articles of bank C. Prospectus D. All the above
10	Who was the founder of commercial bank	A. Goldsmiths B. Merchants C. Money lenders D. All the above
11	If the exporter is not the receiver (beneficiary) of money then a letter of credit is called:	A. Revolving B. Back to Back C. Transferable D. None of the above
12	What is received by the post office on money order:	A. Profit B. Interest C. Commission D. All of the above
13	The precautions while advancing loan by bank are.	A. Safety of loan B. Durable security C. Liquidity D. All the above
14	Open market operation means.	A. Purchase and sale of shares B. Purchases and sale of securities C. Purchase and sale of assets D. None of these
15	If the demand of any country's currency increases then rate of exchange becomes	A. Favorable B. Unfavorable C. Both a and b

		D. None of these
16	The money sent through post office from one country to another	A. Traveller's cheque B. Bank draft C. Letter of credit D. International money order
17	E-Banking provides benefits to the following	A. Accountholder B. Banker C. Economy D. All the above
18	Crossing makes the cheque	A. Acceptable B. Dishonour C. Safe D. None of these
19	According to registration , bank is divided into followings categories:	A. Home and foreign bank B. Central and commercial bank C. Scheduled and non-scheduled bank D. All of the above
20	Second stage of formation of bank is called.	A. Incorporation B. Commencement C. Issue of shares D. Promotion