

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Minor person of a bank is one who is below.	A. 15 years B. 16 years C. 18 years D. 17 years
2	Transfer of money from one palce to another place with the help of post office.	A. Cheque B. Draft C. Money order D. None of these
3	Which of the following functions is performed by commercial bank	A. Issuance of currency notes B. Credit creation C. Rediscounting of bills D. Preparation of monetary policy
4	What is written on the leaf of a cheque about customer	A. Name B. Address C. Telephone number D. Account number
5	When the demand of any county's currency increases than the rate of exchange becomes.	A. Unfavorable B. Favorable C. Equilibrium D. None of these
6	Amount with drawn from Bank without using cheque.	A. ID Card B. VISA card C. ATM and Debit Card D. Credit Card
7	Customer can with draw money only after the expiry of fixed time:	A. From saving account B. From current account C. From fixed deposit D. From all of the above
8	The nature of money market in Pakistan.	A. Under developed B. Developed C. Dualistic nature D. None of these
9	To make payments of variable amounts to a stated A/c	A. Direct Debit B. Standing order C. Inter bank transfer D. Clearing House system
10	Who used to tak gold and precfious metal as safe custody.	A. Merchants B. Kings C. Money Lenders D. Gold Smiths
11	What is the purpose of monetary policy	A. To control banking system B. To control supply of money C. To control foreign exchange D. To control stock market
12	In case of bank draft the drawer is.	A. Debtor B. Creditor C. Bank D. Account holder
13	Which one is the Secondary function commercial bank.	A. Accept deposits B. Advance loans C. Collections of cheques D. All these
14	Market for medium and long term loans.	A. Capital market B. Money market C. Open market D. None of these
15	The loan which can be demanded at any time are called	A. Short term loans B. Demand loans C. Overdraft D. All the above

16	Which of the following is a limitation in credit creation.	A. Initial deposit B. Use of cheques C. Use currency D. all of these
17	Which of the following is provided to customer for opening the profit and loss term deposit account	A. Cheque book B. Pay-in-slip C. Pass book D. Fixed deposits receipt
18	On every cheque bank gets.	A. Tax B. Profit C. Duty D. Commission
19	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
20	A mechanism by which international indebtedness is settle dbetween one country and another.	A. Indebtedness B. Foreign Debts C. Foreign exchange D. All these