

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Choose the correct institutions in money market in Pakistan	A. State bank of Pakistan B. Specialized credit institutions C. Commercial banks D. All of the above
2	Main parties of promissory note are	A. One B. Two C. Three D. Four
3	The kind of loan according to issue	A. Cash credit B. Discounting of bill C. Mortgage loan D. All of the above
4	Which of the following is highly marketable security.	A. Documents of title B. Goods and produce C. Shares and debentures D. all the above
5	At Present the Governor of State Bank of Pakistan is.	A. Dr. Ishrat Hussain B. Saleem Raza C. Shahid Hafiz Kardar D. Shahid Mahmood Wathra
6	The primary objective of a central bank is to	A. Earn profit B. Advance loans to traders C. Safeguard the national interest D. All of the above
7	Modern central banking system started in	A. 18th Century B. 19th Century C. 20th Century D. None of these
8	Head of any government institution can open account with a bank in the capacity of	A. Consumer B. Principal C. Employee D. None of the above
9	In Islamic banking overdraft means.	A. Debit balance B. Running finance C. Favorable balance D. Nil Balance
10	In financial crises, the central bank issues loan to	A. Non-scheduled bank B. Foreign bank C. Scheduled bank D. All the above
11	Amount of crossed cheque is received:	A. From bank's counter B. Issuing new cheque C. From bank's manager D. None of the above
12	Short term monetary assets are also called as.	A. Marketable debt securities. B. Near money C. Short term monetary assets D. All these
13	On which of the following amount of overdraft, bank receives interest:	A. Fix B. Total C. Used D. All of the above
14	Bill brokers and discount houses work in.	A. _{Open market} B. Capital market C. Money Market D. None of these
15	Who can endorse the cheque:	A. Holder of cheque B. Drawer of cheque C. Both A & B D. None of these

16	Pakistan has used methods of note issue.	A. Proportional reserve system B. Min. Reserve system C. Both a and b D. Fixed fiduciary system
17	Negotiable credit instrument.	A. Control credit B. Stop credit C. Create credit D. None of these
18	What % of shares of IDBP was held by the Govt. at the time of its establishment:	A. 49% B. 50% C. 51% D. 55%
19	Clubs, cooperative societies, and associations etc. are entitled as following concern	A. Partnership B. Non-trading C. Trading D. All the above
20	Nature of Bank Accounts also help in determining the ratio of.	A. Cash Reserve B. Capital C. Partnership D. None of these