

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The departments of State Bank of Pakistan includes.	A. Note issuing deptt B. Banking deptt C. Foreign exchange deptt D. All the above
2	For commercial banks deposits are.	A. Assets B. Liabilities C. Income D. Expense
3	In how many days would a schque between banks clear through the clearing system.	A. 7 days B. 3 days C. 10 days D. 5 days
4	In financial crises, the central bank issues loan to	A. Non-scheduled bank B. Foreign bank C. Scheduled bank D. All the above
5	Which term is used in connection with monetary policy	A. Bank rate B. Exchange rate C. Wage rate D. Market rate
6	Non -Scheduled bank menas a bank which is not registred with.	A. Stock Exchange B. World Bank C. Central Bank D. Scheduled bank
7	Which of the following is not a right of a bank.	A. Charge commission B. Close account without notice C. Charge interest on O/D D. None of these
8	Where are the stock certificates sold and bought	A. At commercial bank B. At central bank C. At post office D. At stock exchange
9	Illiterate person provies on cheque for his indentification.	A. Photograph B. Birth Certificate C. Thum Impression D. All these
10	A trustee is the:	A. Owner of property B. Care taker of property C. Mortgagee of property D. None of the above
11	Who is responsible for loan in case of joint customer:	A. All partners of persons B. Person having authority to deal with bank C. Active partner D. None of the above
12	Which of the following can be cancelled by the issuing bank without the consent of the other parties	A. Revocable letter of credit B. Irrevocable letter of credit C. Revolving letter of credit D. Unconditional letter of credit
13	When customer deposits his money in a bank, he becomes	A. Mortgagee B. Creditor C. Debtor D. None of the above
14	Letter of credit is opened by.	A. Importer 's bank B. Exporter's bank C. Wholse seller D. None of these
15	Over draft facility is provided only on.	A. Saving Account B. Fixed Deposit Account C. Current Account

D. All the above<hr id="null"><hr id="null">

16	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
17	The amount Calculated on pre-determined rate and no relationship with the risk of P/L is called.	A. Commission B. Rent C. Intrest D. Carriage
18	Why commercial banks keep a certain amount of money as reserve	A. Meeting the requirements of customers B. Meeting the requirements of central bank C. Acquiring the satisfaction of having cash D. Expanding the banking business
19	Market for medium and long term loans.	A. Capital market B. Money market C. Open market D. None of these
20	Bank of England was established in.	A. 1494 B. 1694 C. 1920 D. 1668