

## Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The central bank works under the rules framed by:	A. Government B. People C. Different banks D. All of the above
2	Bill of exchange is written order whihc is always.	A. Unconditional B. conditional C. Compulsory D. None ofthese
3	What kind of power does commercial bank possess regarding credit creation	A. Unlimited power B. Limited power C. No power D. All the above are possible
4	What does IOU mean	A. I am a debtor to you B. I am a creditor to you C. Both a and b D. None of these
5	Nature of Bank Accounts also help in determining the ratio of.	A. Cash Reserve B. Capital C. Partnership D. None of these
6	The money market in Pakistan	A. Is developed B. Is underdeveloped C. Both a & D. Does not exist
7	Who does get the benefit of opening an account in bank:	A. Bank B. Account holder C. Government D. All of the above
8	Parties involvedin money order.	A. Two B. Three C. Four D. Five
9	A cheque which cannot be cashed at bank's counter	A. Bearer B. Order C. Crossed D. None of the above
10	The documents which present a summary and balance of accounts of an A/C holder in bank.	A. Balance sheet B. Pass book C. Prospectus D. Bank Staement
11	All information of pass book is filled by.	A. Bank offcials B. Payee C. Drawer D. Account Holder
12	The loan which can be demanded at any time are called	A. Short term loans B. Demand loans C. Overdraft D. All the above
13	The bank that makes payment to the exporter after receiving L.C. is called.	A. Advising bank B. Informatory bank C. Paying bank D. All of these
14	Which letter of credit is accompanied by some documents	A. Confirmed  B. Documentary C. Non-documentary D. All the above
15	Saving accounts encourage the habit of saving among	A. Low income persons B. Investors C. Business people D. All of the above

16	Popular types of loan issued by the bank according to term are	A. Two B. Three C. Four D. Five
17	After 31st Decemebr 1965 Pakistan use	A. Min. Reserve system B. Fixed Fiduciary system C. Proportional Reserve D. None of these
18	The draft which is drawn and paid in two different countries.	<ul><li>A. Inland draft</li><li>B. Ordered draft</li><li>C. Foreign draft</li><li>D. Home draft</li></ul>
19	When cheque is cashed then its main foil is given to:	A. Bank B. Customer C. Government D. None of these
20	Who is the leader or supervisor of money market	A. Government B. Central bank C. Commercial bank D. Money lender