Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Because of high reserve ratio the credit creation power.	A. Constant B. Increases C. Decreases D. Zero
2	Upper specie point is got by adding the delivery charges in following metal	A. Silver B. Gold C. Iron D. Copper
3	The central bank works under the rules framed by:	A. Government B. People C. Different banks D. All of the above
4	The main uses of bank funds are.	A. Cash reserve B. Granting loan C. Issuing shares D. None of these
5	Difference between hypothecation and pledge is.	A. Possession of goods B. Ownership C. Possession of documents D. None of these
6	Non-scheduled bank can	A. Deal in foreign exchange B. Attain the of public confidence C. Open new branch without permission D. All the above
7	What kinds of business does a commercial bank do	A. Accepts deposits and advances loans B. Issues currency notes C. Re-discounts the bills of exchange D. All the above
8	How many parties are involved in bank draft.	A. Four B. Three C. Two D. None of these
9	The part of deposits kept with the central bank is called:	A. Cash reserve B. Margin C. Interest rate D. All of the above
10	Central bank provides the following facility to scheduled banks:	A. Feast B. Godown C. Clearing house D. None of the above
11	When two or more persons open an account under a single title is called.	A. Joint Account B. Single title account C. B.B.A. Account D. None of these
12	Content of money order includes.	A. Fixed amount B. Non transferable C. Identification D. All of these
13	Which of the following terms is used regarding the confirmation of death of bank customer	A. Stopped account B. Cancelled account C. Deceased account D. Closed account
14	The kind of commercial letter of credit includes.	A. Revocable L.C. B. Unconditional L.C. C. Confirmed L.C. D. All of these
15	Which of the following is an order of payment by one post office for another post office	A. Postal order B. Money order C. Both a and b

		D. None of these
16	IOU is a document	A. Negotiable B. Non-negotiable C. Conditional negotiable D. Unconditional negotiable
17	When was the "Bank of England" got the monopoly ovwe note issue:	A. 1728 B. 1758 C. 1768 D. 1778
18	Which bank does keep the precious articles of public into its custody	A. Central bank B. Industrial bank C. Commercial bank D. None of these
19	Which function does a central bank not perform	A. Credit creation B. Advancing loans C. Lender of last resort D. Banker of the public
20	Which bank does discount the bills of public	A. Commercial bank B. Agricultural bank C. Industrial bank D. All of the above