

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

Sr	Questions	Answers Choice
1	The loan against which no security is kept by bank are.	A. Secured loans B. Unsecured loans C. Demand loans D. None of these
2	Current account is suitable for	A. Capitalists B. Salaried persons C. Business community D. None of the above
3	The bill of exchange who's tenor is more than three month is.	A. Sight bill of exchange B. Foreign bill exchange C. Long bill exchange D. Short bill of exchange
4	Open market operation means.	A. Purchase and sale of shares B. Purchases and sale of securities C. Purchase and sale of assets D. None of these
5	Central bank is owned by	A. Public B. Government C. Commercial banks D. All of the above
6	The part of deposits kept with the central bank is called:	A. Cash reserve B. Margin C. Interest rate D. All of the above
7	The loan which can be demanded by bank at anytime:	A. Overdraft B. Demand loans C. Bills of exchange D. All of the above
8	Bill which is drawn without any trade transaction	A. Sight bill B. Time bill C. Trade bill D. Accommodation bill
9	If credit money is controlled by the sale and purchase of government securities, it is called	A. Direct action B. Moral persuasion C. Change in reserve ratio D. Open market operation
10	Under fixed fiduciary system, if notes are issued in excess of fiduciary limit then how much value of precious metal or foreign exchange is kept as reserve for over issue	A. 5% B. 10% C. 30% D. 100%
11	Inland sight bill of exchange is usually used in.	A. Domestic trade B. Inter port trade C. Foreign trade D. None of these
12	Because of high reserve ratio the credit creation power.	A. Constant B. Increases C. Decreases D. Zero
13	All information of pass book is filled by.	A. Bank officials B. Payee C. Drawer D. Account Holder
14	Essentials of successful banking.	A. Large capital B. Secured loans C. Inflation D. Both of these
15	Bank prefers to advance loan on such documents	A. Which are easy to keep B. Which are transferable C. Whose price can be determined easily D. All of these

		D. All the above
16	The leader of money market in Pakistan.	A. Central Bank B. Government C. Commercial Banks D. None of these
17	Before opening account in bank, a married women is asked about her:	A. Husband's name B. Father's name C. Mother's name D. All of the above
18	The rate of exchange determined by two countries following non-convertible paper currency system is a point where	A. The purchasing power of currency is same B. The purchasing power of currency is different C. The purchasing power of currency is zero D. None of the above
19	Who used to tak gold and precfious metal as safe custody.	A. Merchants B. Kings C. Money Lenders D. Gold Smiths
20	Content of money order includes.	A. Fixed amount B. Non transferable C. Identification D. All of these