

Principles of Banking (E.M) - ICOM Part 2 Principles of Banking Chapter 10 Short Questions Preparation

Q1. What are the contents of bank draft.

Ans 1: 1- Name of bank and its branch 2- Amount of draft

Ans 2: 3- Serial numebr 4- Date of issue

Ans 3: 5- Name of payee 6- Signatures of bank authorize officer

Q2. What are the kind of bank draft.

Ans 1: 1- Order Bank draft 2- Crossed bank draft.

Q3. What is order bank draft.

Ans 1: The draft which is paid to the person whose name is written in the draft The bank identify the payee and then makes the payment.

Q4. What is meant by bank draft.

Ans 1: A written unconditional document drawn on a bank by another bank for payment is called bank draft.

Q5. What are the characteristics of bank draft.

Ans 1: 1- Written form 2- Unconditonal order 3- Safe

Ans 2: 4- Certain payment 5- On demand 6- Reliable

Q6. What is Foreign corssed bank draft.

Ans 1: The draft whihc is drawn in one country and its payment is madein anotehr country is called Foreign crossed bank draft.

Q7. What is foreign order bank draft.

Ans 1: The draft which is drawn in one country and its payment is made in another country is called Foreign order bank draft

Q8. How many parties are involved in bank draft.

Ans 1: 1- Drawer (bank branch which issues bank draft)

Ans 2: 2- Drawee (bank branch to which draft is issued)

Ans 3: 3- payee (The person who receives the amount of draft)

Q9. What is Inland crossed bank draft.

Ans 1: The Inland crossed bank draft is one which is drawn and paid in the same country.

Q10. What is inland order bank draft.

Ans 1: The draft which is drawn and paid in the same country is called inland order bank draft.
