

Economics - ICS Part 1 Economics English Medium Chapter 13 Short Questions Test

Q1. What is policy rate.

Ans 1: The discount rate is also called policy rate because this rate indicates the direction in which state bank wants to act.

Q2. Which mobile phone companies have started branches banking.

Ans 1: Jazz cash, Telenor, Easy paisa, UBL omini, Askari Bank, Timeepay, Ufone's U paisa, Habib Bank's HBL Express, Warid Telecoms, Mobile paisa and NADARA's saholat

Q3. What is Murabaha.

Ans 1: Murabaha is a contract of sale in which there is a mutually agreed profit.

Q4. The new bank name

Ans 1: Soneri bank, JS bank, Dubai Islamic Bank, Crescent Bank, Bank Islami, Faisal bank, Meezan Bank, My Bank, Summit Bank, NIB Bank, and Rozar Micro Finance bank.

Q5. What is non-traditional or promotional functions.

Ans 1: Include development of financial framework in Pakistan, training of bankers, provision of credit to priority sectors like agriculture, directing the process of Islamization of banking system.

Q6. What is Qaar-e-Hasna.

Ans 1: These loans are provided free of any interest or service charges. The borrower repays the loans when he is able to repay.

Q7. What is Bond.

Ans 1: Bond is an interest bearing certificate issued by a Govt or business corporation, promising to repay a sum of money plus interest at specified dates in future. A bond is a fixed interest financial asset issued by government companies, banks, public, utilities and other large entities.

Q8. Define Istisna.

Ans 1: Istisna is also used as a mode of finance.

Q9. Define Salam

Ans 1: Salam means a contract in which advance payment is made for goods to be delivered later on.

Q10. Define Capital Market.

Ans 1: It is a market in which long-term financial instruments which usually mature in more than one year are traded.
