

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

Q1. 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.

Q2. Whom Khushali bank estblished.

**Ans 1:** Khushali bank is a microfiance poor bank esbished by Federal Govt. in 2000 as part of Govt.

Q3. What is RIBA

**Ans 1:** In Islamic terminology interest is called RIBA

Q4. What is primary function.

**Ans 1:** Include issue of notes, regulation and supervision of the financial system bankers bank, lender of the lasst resort, banker to Govt. and conduction monearty policy.

Q5. What is Mudarabah.

**Ans 1:** A form of partnership where one party provides the funds while the other provides expertise and management.

Q6. What is PLS deposite.

**Ans 1:** Pakistan bank maintain PLS account, instead of interest, the depositors, share profit with the banks.

Q7. What is Ijarah.

**Ans 1:** A contract or lease under whihc an Islamic bank provide equipment building or other assets to the cline against an agreed rental togetehr with undertaking that at trhe end of lease period.

Q8. What is non -traiotional 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 Lslamization of banking system.

Q9. Whom State bank is established.

**Ans 1:** It was established in 1948

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Q10. What is secondary function.

**Ans 1:** Include the agency functions like management of public debt and foreign exchange . The bank maintains close relationship with internal functional institutions.

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