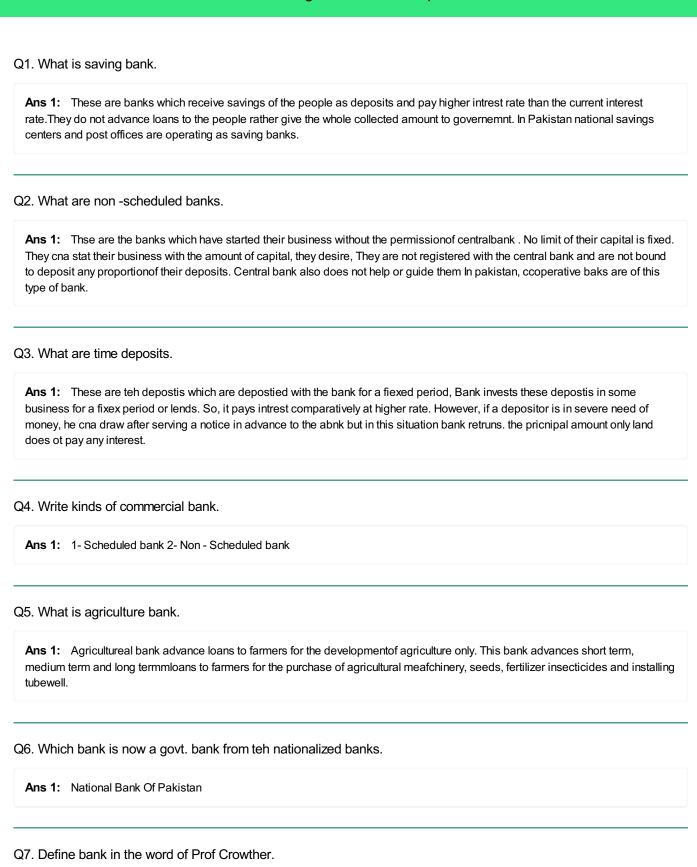


## Economics - ICS Part 2 Economics English Medium Chapter 3 Online Short Questions Test



Ans 1: "Bank is aninstitution which gets loans to lend and in this way creates credit money."

Q8. Define bank in the words of Prof. Renalds.
Ans 1: "Banks deals in mney rathr it is more appropriate to say that they deal in the transaction of loans.
Q9. What is credit creation.
Ans 1: Advancign of loans by the banks more than the deposits of the people is called credit creation.
Q10. Who is the president of Banking council.
Ans 1: Deputy governour of State Bank of Pakistan