

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

Q1. How many banks did govt make after nationalizing commercial banks.

Ans 1: 1- National bank of Pakistan 2- Habib Bank Limited 3- United Bank

Ans 2: 4- Muslim Commercial bank limited 5- Allied bank limited

Q2. Who is the president of Banking council.

Ans 1: Deputy governor of State Bank of Pakistan

Q3. What are Scheduled banks.

Ans 1: These are the banks which start their business after getting permission from the central bank. Minimum limit of their capital is fixed. These are registered with the central bank and are bound to deposit a certain proportion of their deposits in central bank and are bound to deposit in central bank. Central bank helps them at the time of trouble as lender of last resort.

Q4. What is Mortgage bank

Ans 1: These bank mortgage people's property e.g. land, house and other precious goods and advance loans. Bank goes on receiving the income of the property until the borrower returns the amount of loan. In Pakistan.

Q5. Which bank have been privatized from the nationalized banks.

Ans 1: 1- Habib Bank Limited 2- United Bank Limited
3- Muslim Commercial bank limited 4- Allied bank limited

Q6. What is bank.

Ans 1: Bank is financial institution which receives deposits of the people. People deposit their surplus money in bank. Bank pays interest at low rate on these deposits, it lends major part of these deposits to needy entrepreneurs and business men and receives interest comparatively at higher rate from its borrowers.

Q7. Write kinds of commercial bank.

Ans 1: 1- Scheduled bank 2- Non - Scheduled bank

Q8. What are profit.

Ans 1: In Islam interest is prohibited. So, the Islamic countries where interest-free banking is in operation, banks accept profit and loss sharing deposits instead of saving deposits.

Q9. Write functions of a commercial bank.

Ans 1: 1- Accepting deposits of the people 2- Advancing loans to needy people

Ans 2: 3- Discounting bills of exchange
4- Transfer of money from one place to another.

Ans 3: 5- Performing agency services 6- Guardian of precious articles

Ans 4: 7- Direct investment

Q10. What is overdraft and banking system.

Ans 1: The amount of money which a bank allows its customer to draw over and above his own deposit is called overdraft in the banking system.
