

## Principles of Banking Icom Part 2 English Medium Chapter 1 Online Test

Sr	Questions	Answers Choice
1	Which method is used for the formation of bank	A. Royal order B. Special ordinance C. Company's ordinance D. All of the above
2	How many minimum promoters are required to sign on an application for the registration of commercial bank	A. Two B. Five C. Seven D. Ten
3	Which document is attached to the application for the registration of bank	A. Memorandum of bank B. Articles of bank C. Prospectus D. All the above
4	Which of the following banks accepts deposits and advances loans	A. Cooperative bank B. Mortgage bank C. Commercial bank D. Central bank
5	Which bank was formed under the royal order	A. Bank of Venice B. State Bank of Pakistan C. Bank of Barsolona D. Chartered bank of England
6	Which document indicates the authority and limitation of bank	A. Memorandum B. Articles C. Certificate of incorporation D. Prospectus
7	The primary objective of a central bank is to	A. Earn profit B. Advance loans to traders C. Safeguard the national interest D. All of the above
8	What kinds of business does a commercial bank do	A. Accepts deposits and advances loans B. Issues currency notes C. Re-discounts the bills of exchange D. All the above
9	Who was the founder of commercial bank	A. Goldsmiths B. Merchants C. Money lenders D. All the above
10	Which document does reveal the internal affairs of a bank	A. Memorandum of bank B. Articles of bank C. Certificate of incorporation D. Prospectus
11	bank is the developed form of	A. The business of moneylenders B. The business of merchants C. The business of goldsmiths D. None of the above
12	The first central bank of indo-Pak	A. Bank of Calcutta B. Imperial bank C. Reserve bank of India D. None of the above
13	The word Bank has been derived from the German word	A. Back B. Bancus C. Banco D. None of the above
14	Money creative bank is	A. Central bank B. Commercial bank C. Consumer bank D. Both a and b
15	The document by which the people are invited to buy the shares of bank is called	A. Memorandum of bank B. Articles of bank C. Certificate of incorporation

#### D. Prospectus of bank

16	Who started the use of bank draft:	A. Kings B. Merchants C. Money lenders D. Goldsmiths
17	What type of institution a bank is:	A. Financial B. Social C. Religious D. All of the above
18	According to Sir John Paget, a bank is an institution which :	A. Accepts the deposits of general public B. Honours the cheques C. Advances loan D. All of the above
19	If a bank is unable to submit prospectus at the time of registration, then it has to submit:	A. Statement in lieu of prospectus B. Certificate of incorporation C. Certificate of commencement D. None of the above
20	Bank of England was formed in:	A. 1594 B. 1694 C. 1794 D. 1894
21	According to registration , bank is divided into followings categories:	A. Home and foreign bank B. Central and commercial bank C. Scheduled and non-scheduled bank D. All of the above
22	When was the "Bank of England" got the monopoly over note issue:	A. 1728 B. 1758 C. 1768 D. 1778
23	When was the "Bank of Venice" established:	A. 1127 B. 1147 C. 1157 D. 1187
24	The temples were used as banks in:	A. Italy B. Rome C. China D. Greece
25	Imperial Bank was established in:	A. 1921 B. 1925 C. 1932 D. 1937
26	When was the "Reserve Bank of India" established:	A. 1925 B. 1935 C. 1940 D. 1945
27	The detail in the memorandum of bank is recorded :	A. In one paragraph B. In separate paragraphs C. On one page D. All of the above
28	The change in the address of bank should be intimated to registrar within:	A. Eight days B. Ten days C. Eighteen days D. Twenty eight days
29	Whose role is considered important in the beginning of cheque:	A. Three B. Merchants C. Goldsmiths D. Money lenders
30	The banks under special ordinance are formed:	A. By the president of any bank B. By the president of world bank C. By the president of a country D. All of the above
31	Evolutionary history of early banks includes.	A. Merchants B. Money Lenders C. Gold smiths D. All these
32	For Transactions the merchants used to issue.	A. Passport B. Promissory note C. Identity card D. Bill of exchange

33	Who used to take gold and precious metal as safe custody.	A. Merchants B. Kings C. Money Lenders D. Gold Smiths
34	Modern commercial Banks are the developed form of the Business of.	A. Gold Smith B. Merchants C. Money Lenders D. All these
35	Most of the experts agreed that the word "Bank" has been derived from the word.	A. Banque B. Banco C. Bancus D. Bank
36	In these days Banks are formed under companies ordinance.	A. 1962 B. 1932 C. 1984 D. 1013
37	Second stage of formation of bank is called.	A. Incorporation B. Commencement C. Issue of shares D. Promotion
38	List of Directors is required at the stage of.	A. Registration B. Incorporation C. Promotion D. Commencement
39	For selling shares Bank issues	A. Tickets B. Prospectus C. Certificate D. Tokens
40	"EFT" stands for	A. Electronic Funds transfer B. Economic financial theory C. Electronic financial techniques D. Effective fund telegram
41	Which one is the primary function of a bank	A. Accepting deposits B. Advancing loans C. Both these D. None of these
42	The main purpose of commercial bank is.	A. Welfare B. Issue notes C. Earn Profits D. All these
43	Which one is the Secondary function commercial bank.	A. Accept deposits B. Advance loans C. Collections of cheques D. All these
44	Bank of England and Royal Bank of Scotland are an examples of.	A. Statutory Bank B. Development bank C. Royal Bank D. None of these
45	Bank of England was established in.	A. 1494 B. 1694 C. 1920 D. 1668
46	Money Lenders usually known as.	A. Sheikh B. Nawab C. Seth D. Debtors
47	Beginning of Bank draft by	A. Kings B. Money lenders C. Merchants D. gold smith
48	Commercial bank is factory of creating credit.	A. Crowther B. Gilbert C. Reynold D. H.I. Heart
49	Beginning of Bank draft by.	A. Kings B. Money Lenders C. Merchants D. Gold smith
50	Commercial Bank is a factory of creating credit.	A. Crowther B. Gilbert C. Reynold D. H.I. Heart

51	Beginning of cheque by.	A. Gold smiths B. Merchants C. Kings D. Money lenders.
52	Essentials of successfl banking.	A. Large capital B. Secured loans C. Inflation D. Both of these
53	Manage the internal affairs of Bank.	A. Prospectus B. Memorandum C. Articles D. All of these
54	Muslims commercial Bank was established on.	A. 1947 B. 1948 C. 1951 D. 1949
55	The charger of commercial Bank is.	A. Momorandum B. Articles C. Prospectus D. None of these
56	Memorandum includes	A. 05 Clasuses B. 06 Clauses C. 10 Clauses D. 12 Clauses
57	Important source of income for Bank.	A. Deposits B. Current Account C. Saving account D. Issued loans
58	Example of consortium Bank.	A. SBP B. Orion Bank C. MCB D. NBP
59	American express Bank is an example of.	A. School Bank B. Exchange Bank C. Consortium Bank D. None of these
60	Due to good Banking system which sector showed Rapid growth.	A. Agriculture sector B. Industiral sector C. Banking Sector D. All of these
61	Who are called the ancestors of modern banks.	A. Merchant B. Money Lenders C. Gold Smiths D. All of these
62	Temples were used as early banks in.	A. Italy B. Room C. Greece D. Iraq