

## ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	Central banks rate of lending to commercial banks is called.	A. Interest rate B. Discount rate C. Money rate D. Inflation rate
2	Monetary policy has the objective	A. Decrease unemployment rate B. Decrease tax rate C. Decreases inflation rate D. a and c of the above
3	Out following the only recognised legal tender is	A. Cheque B. Currency notes and coins C. Notes and cheques D. Credit card
4	Which organisation controls the banking system in most countries.	A. Central Bank B. Commercial bank C. Investment bank D. World bank
5	It creates credit	A. Central Bank B. Commercial Bank C. Government D. Stock exchange
6	Credit money is controlled by	A. Central bank B. Market forces C. Commercial Bank D. Government
7	State bank of Pakistan is run by	A. Board of directors B. Board of managers C. Board of governors D. Board of bankers
8	Central banks rate of lending to commercial banks is called.	A. Money rate B. Control rate C. Interest rate D. Discount rate
9	Which is the most widely used tool of monetary policy	A. Open market operation B. Clearing house C. Discount rate D. Issuing of the note
10	Acting as lender of last resort a central bank lend to.	A. Money market B. Stock exchange C. Commercial Bank D. Does not lend
11	10-Rupees note is issued by	A. National Bank B. State Bank C. Govt. of Pakistan D. Governor State bank
12	State bank was established in .	A. 1948 B. 1950 C. 1952 D. 1954
13	Short term loans can be obtained in.	A. Money market B. Capital market C. Exchange market D. Stock Market
14	If you borrow from a bank the amount which the bank charges is called.	A. Interest rate B. tax rate C. discount rate D. Market rate
15	Which type of card is not issued by central banks	A. Credit card B. Debit card C. ATM Card D. None is issued by it

16	Which type of card is not issued by commercial banks	A. Credit card B. Green card C. ATM Card D. Debit card
17	If a person is interested that his amount should be readily available as soon as he needs he should deposit his money in.	A. Demand deposits B. Time deposit C. Saving account D. Profit loss account
18	If a person is more interested to earn income he should deposit his money in	A. Demand deposits B. Time deposit C. Saving account D. Profit loss account
19	Which type of cheque is least safe for transfer of money	A. Bearer cheque B. Traveller cheque C. Order cheque D. Cross cheque
20	Which type of cheque is more safe for transfer of money	A. Cross cheque B. Order cheque C. Traveller cheque D. Bearer cheque