

Principles of Banking Icom Part 2 English Medium Chapter 11 Online Test

Sr	Questions	Answers Choice
1	Which letter of credit is automatically renewed by fulfilling certain conditions	A. Fixed B. Documentary C. Confirmed D. Revolving
2	Which letter of credit is accompanied by some documents	A. Confirmed B. Documentary C. Non-documentary D. All the above
3	Stock certificate is a document issued by	A. Commercial bank B. Central bank C. Limited companies D. Stock-market
4	Which of the following is useful in facilitating trade relation between the businessmen of different countries	A. Bank draft B. Money order C. Letter of credit D. Stock certificate
5	Where are the stock certificates sold and bought	A. At commercial bank B. At central bank C. At post office D. At stock exchange
6	IOU is a document	A. Negotiable B. Non-negotiable C. Conditional negotiable D. Unconditional negotiable
7	I Owe You is a written instrument drawn by	A. Trader B. Debtor C. Creditor D. All the above
8	What does IOU mean	A. I am a debtor to you B. I am a creditor to you C. Both a and b D. None of these
9	What is the nature of credit instrument IOU	A. An autograph B. A monograph C. A holograph D. A sonograph
10	Which of the following is used to finance the people who want to travel abroad	A. Traveller's letter of credit B. Traveller's cheque C. Circular note D. All the above
11	Which of the following is an order of payment by one post office for another post office	A. Postal order B. Money order C. Both a and b D. None of these