

Principles of Banking Icom Part 2 English Medium Chapter 3 Online Test

Sr	Questions	Answers Choice
1	Qualitative methods of monetary policy donot include.	A. Bank rate policy B. Direct Actions C. Publicity D. Moral persuasion
2	The quantitative methods of credit control are in nature.	A. General B. Selective C. Optional D. None of these
3	In case of inflation Bank rate.	A. Constant B. Decreases C. Increases D. None of these
4	The Central Bank sells Govt. Securities in.	A. Summer B. Deflation C. Winter D. Inflation
5	Central Bank is the Leader of.	A. Capital Market B. Money Market C. Both a and b D. Open market
6	Qualitative methods are control over.	A. Currency B. Govt C. Banks D. Public
7	Open market operation means.	A. Purchase and sale of shares B. Purchases and sale of securities C. Purchase and sale of assets D. None of these
8	Certain Percentage of Gold to issue currency notes.	A. Fixed Fiduciary method B. Proportionate Reserve C. Min. Reserve system D. None of these
9	Up to December 1965, Pakistan used method of note issue.	A. Proportional Reserve system B. Min. Reserve system C. Fixed fiduciary system D. All of these
10	Whihc of the following is the most elastic method for issuing notes.	A. Fix fiduciary system B. Minium Reserve system C. Proportional Reserve system D. None of these
11	Quantitive methods are contral on	A. Banks B. Currency C. Govt. D. Public
12	Which of the following is not an objective of central bank.	A. Economic development B. Helping Govt C. Walfare of economy D. Credit creation
13	An increase in the reseve requirement causes.	A. More credit Creation B. Less Credit Creation C. Stop credit creation D. None of these
14	If Central Bank wants to increase the quantity of money in country it.	A. Sells securities B. Purchase securities C. Create Credit D. All the above
15	The capital of stat bank of the time of establishment was.	A. Rs. 30 millions B. Rs. 450 millions C. Rs.300 millions D. Rs. 30 billions