

Principles of Banking Icom Part 2 English Medium Chapter 8 Online Test

Sr	Questions	Answers Choice
1	Negotiable credit instruments does not includes.	A. Cheque B. ATM card C. Draft D. Promissory
2	Negotiable instruments are defined by Act.	A. 1881 B. 1857 C. 1694 D. 1935
3	The word credit has been derived from a latin word.	A. Credo B. Credere C. Creditor D. None of these
4	The goods or items accepted as security for advancing loan should not be:	A. Durable B. Insured C. Under burden D. Liquid
5	In case of mortgage, the property remains in the possession of:	A. Lender (creditors) B. Borrower (debtors) C. The government D. All of the above
6	The loans obtained for meeting the administrative expenses and purchase of raw material are:	A. Short term loans B. Medium Term lonas C. Long Term lonas D. All of the above
7	The commercial banks provide the following type of loan by discounting the B/E:	A. Short term B. Medium term C. Long term D. All of the above
8	The document which reveals the ownership of goods kept on port:	A. Bill of lading B. Dock warrant C. Delivery order D. Railway receipt
9	On which of the following amount of overcraft, bank receives interest:	A. Fix B. Total C. Used D. All of the above
10	Long term loan period is consisted of:	A. Days B. Months C. Years D. All of the above
11	Long term loan is advanced against the following security:	A. Non-material B. Material C. Personal D. All of the above
12	Security is a powerful tool that ensure tthe repayment of:	A. Deposit B. Dept C. Interest D. None of the above
13	Long term is advanced against the following security:	A. Non-material B. Material C. Personal D. All of the above
14	Security is a powerful tool that ensure the repayment of:	A. Deposit B. Debt C. Interest D. None of the above
15	Bank should advance loans to those people who are strong	A. Financially B. Domestically C. Politically D. All the above

