

ICS Part 2 Economics English Medium Chapter 5 Online Test

Sr	Questions	Answers Choice
1	10-Rupees note is issued by	A. National Bank B. State Bank C. Govt. of Pakistan D. Governer State bank
2	State bank was established in .	A. 1948 B. 1950 C. 1952 D. 1954
3	Short term loans can be obtained in.	A. Money market B. Capital market C. Exchange market D. Stock Market
4	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
5	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
6	Which type of card is not issued by commercial banks	A. Credit card B. Green card C. ATM Card D. Debit card
7	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
8	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
9	Which type of cheque is least safe for transfer of money	A. Bearer cheque B. Traveller cheque C. Order cheque D. Cross cheque
10	Which type of cheque is more safe for transfer of money	A. Cross cheque B. Order cheque C. Traveller cheque D. Bearer cheque
11	Credit money is created by	A. Exchange bank B. Commercial Bank C. Finance companies D. None of the above
12	Credit money is created by	A. Central bank B. Commercial Bank C. Government D. All of the above
13	Which is considered liability by a bank	A. Loans B. Bank building and equipment C. Time deposit D. Securities
14	Demand deposit means	A. Saving account B. Chequeable deposits C. Profit loss account D. Time deposits
15	When a commercial bank creates credit. Its immediate effect is that it raises.	A. The exchange rate B. The money supply C. The interest rate D. The real national income

16	Which is a function of commercial bank	A. Acting as a govt. banker B. Fixing the exchange rate C. Making loans D. Issuing bank notes
17	Commercial banks are able to create money by	A. Making loans B. Printing Money C. Moral suasion Selling government loans D. Printing money