

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	When goods are made available as security for a loan from bank.	A. Hypothecation B. Mortgage C. None of these D. Both a and b
2	The document which reveals the ownership of goods kept on port.	A. Bill of lading B. Dock warrant C. Railway receipt D. Delivery order
3	Overdraft is also known as.	A. Cash Credit B. Running finance C. Cash finance D. All the above
4	The other name of cash credit is.	A. Overdraft B. Cash finance C. Running finance D. None of these
5	The bank can cover the loan by selling out the.	A. Capital B. Credit card C. Security D. None of these
6	The amount of loan should be less than.	A. Value of security B. Market value C. Face value D. Hidden value
7	The value of security should be more than.	A. Market value B. Cost value C. Amount of loan D. None of these
8	Margin means the difference between amount of loan and.	A. Value of overdraft B. Market value C. Value of security D. None of these
9	Bank should advance loan to only those who are strong.	A. Domestically B. Socially C. Financially D. None of these
10	Example of marketable security are.	A. Debentures B. Shares C. Postal order D. Both a and b
11	The parties involved in a guarantee are.	A. Debtor B. Creditor C. Guarantor D. All these
12	Quality of good security includes.	A. Easy salable B. Disputed C. Source of expense D. All these
13	The precautions while advancing loan by bank are.	A. Safety of loan B. Durable security C. Liquidity D. All the above
14	Documents of title to goods include.	A. Dock warrant B. Bill of lading C. Delivery order D. All the above
15	Principle of advancing loan by bank are.	A. Principle of income B. Principle of safety C. Principle of liquidity D. All the above

