

## Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The first stage or step between importer and exporter for the purpose of sale and purchase is:	A. Oath or undertaking B. Agreement C. Contract with bank D. Issuing of L.C
2	Which one can be crossed :	A. Money order B. Postal order C. Credit card D. All of the above
3	The important types of banker's letter of credit:	A. Two B. Three C. Four D. None of these
4	The letter of credit which can be endorsed to another person is called:	A. Special L.C B. Transferable L.C C. Revolving L.C D. None of the above
5	Which of the following gets facility due to commercial letter of credit:	A. Home traders B. Exporter C. Importer D. Both exporter and importer
6	Which letter of credit is issued for a single or particular transaction:	A. Fixed B. Revocable C. Red clause D. Green Clause
7	Commercial letter of credit is issued for the facility of:	A. Ambassadors B. Common people C. Businessmen D. All of the above
8	If the exporter is not the receiver (beneficiary) of money then a letter of credit is called:	A. Revolving B. Back to Back C. Transferable D. None of the above
9	What does the bank receive on issuing a letter of credit:	A. Profit B. Interest C. Commission D. Duty
10	What is recieved by the post office on money order:	A. Profit B. Interest C. Commision D. All of the above
11	If there is no guarantee to honour a letter of credit then it is called:	A. Confirmed letter of credit B. Irrevocable letter of credit C. Unconfirmed letter of credit D. None of the above
12	The signature of the following is compulsory on B/E:	A. Bank B. Drawee C. Drawer D. Both (B) & (C)
13	Grace days are given to debtor for the patment of:	A. Bills of exchange B. Promissory note C. Treasury bill D. Cheque
14	Bills of exchange has three:	A. Owners B. Parties C. Shareholders D. None of the above
15	Bills of exchange can be cashed from bank before maturity by:	A. Overdraft B. Renewal C. Discounting D. None of the above

