

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Pakistan's central bank was established in:	A. 1947 B. 1948 C. 1949 D. 1950
2	When was the first central bank of sub-continent established:	A. 1635 B. 1732 C. 1835 D. 1935
3	Qualitative methods of monetary policy do not include:	A. Direct actions B. Publicity C. Bank rate policy D. Moral persuasion
4	Important functions of a central bank:	A. To issue currency notes B. To provide banking facilities to government C. To advise commercial banks D. All of the above
5	Riksbank of Sweden became central bank in:	A. 1568 B. 1668 C. 1768 D. None of the above
6	Central bank supervises one of the following systems of a country:	A. Provincial B. Political C. Economical and financial D. None of the above
7	The amount (capital) received by bank after issuing shares is called:	A. Reserve capital B. Paid up capital C. Authorized capital D. Issued capital
8	If the rate of interest (profit) on the bank deposits is higher then the banks keep:	A. Less cash reserve B. Less margin rate C. More cash reserve D. None of the above
9	The part of deposits kept with the central bank is called:	A. Cash reserve B. Margin C. Interest rate D. All of the above
10	The loans on which high rate of interest is charged :	A. Medium term loans B. Long term loans C. Short term loans D. Demand loans
11	The commercial banks may be:	A. Scheduled B. Non-scheduled C. Foreign D. All of the above
12	For its customers a commercial bank sells and buys:	A. Foreign exchange B. Property C. Securities D. All of the above
13	Over draft facility is only provided on:	A. Current account B. Fixed deposit C. Saving account D. All of the above
14	Which type of loan is advanced by commercial banks for meeting day-to-day requirements:	A. Short term loan B. Medium term loan C. Long term loan D. All of the above
15	The loan which can be demanded by bank at anytime:	A. Overdraft B. Demand loans C. Bills of exchange D. All of the above

