

Principles of Banking Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Money market is a market of loans for	A. Short term B. Medium term C. Long term D. All the above
2	Choose the correct institutions in money market in Pakistan	A. State bank of Pakistan B. Specialized credit institutions C. Commercial banks D. All of the above
3	How many institutions in money market in Pakistan	A. 7 B. 8 C. 9 D. 10
4	How many features of good money market	A. 12 B. 15 C. 17 D. 20
5	How many functions of money market	A. 10 B. 12 C. 11 D. 15
6	How many institutions of money market	A. 6 B. 5 C. 4 D. 7
7	The rate of exchange determined by two countries following non-convertible paper currency system is a point where	A. The purchasing power of currency is same B. The purchasing power of currency is different C. The purchasing power of currency is zero D. None of the above
8	The money sent through post office from one country to another	A. Traveller's cheque B. Bank draft C. Letter of credit D. International money order
9	The term foreign exchange includes	A. Bank draft B. Letter of credit C. Foreign B/E D. All the above
10	Which of the following theories is associated with the working of international gold standard	A. Mint par parity theory B. Purchasing power theory C. Balance of payments theory D. All of the above
11	Which of the following rate keeps the balance of payments in equilibrium	A. Discount rate B. Interest rate C. Exchange rate D. Market rate
12	Foreign exchange control reduces the	A. Circulation of capital B. Export of capital C. Import of capital D. None of the above
13	What is the objective of foreign exchange control	A. To stabilize exchange rate B. To increase government revenue C. Favorable balance of payment D. All the above
14	Which of the following changes cause to change in foreign exchange rate	A. Change in export and imports B. Change in capital flow C. Change in bank rate D. All the above
		A. Silver

- B. Gold
 - C. Iron
 - D. Copper
-