Principles of Banking Icom Part 2 English Medium Chapter 12 Online Test

Sr	Questions	Answers Choice
1	Which method is mostly used in making foreign payment	A. Foreign bills of exchange B. By post C. By telegraph D. None of these
2	Features of I.O.U. are	A. Written form B. Evidence of debt C. Fixed amount D. All of these
3	In L.C. the other name of exporter's bank is.	A. Paying bank B. Advising bank C. Negotiating bank D. All of these
4	The word IOU means.	A. I am your creditor B. I am your debtor C. I am your friend D. None of these
5	The more increase in exchange rate for a country under gold standard is called	A. Lower specie point B. Middle specie point C. Upper specie point D. None of the above
6	Feature of postal order	A. Serial no B. value C. Commission D. All of these
7	If there is no gurantee to honour the L.C. It is called.	A. Documentary L.C. B. Revolving L.C. C. Back to back L.C. D. Unconfirmed L.C.
8	Content of money order includes.	A. Fixed amount B. Non transferable C. Identification D. All of these
9	Letter of credit is opened by.	A. Importer 's bank B. Exporter's bank C. Wholse seller D. None of these
10	Foreign exchange control reduces the	A. Circulation of capital B. Export of capital C. Import of capital D. None of the above
11	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
12	The price of one country's currency in term other country's currency is called	A. Foreign currency B. Traveller's L.C. C. Exchange rate D. None of these
13	Transfer of money from one palce to another place with the help of post office.	A. Cheque B. Draft C. Money order D. None of these
14	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
15	Upper specie point is got by adding the delivery charges in following metal	A. Silver B. Gold C. Iron D. Copper

16	The L.C. which is accompanied by some documents is called.	A. Documentary L.C. B. Revolving L.C. C. Back to back L.C. D. Simple L.C.
17	the developed form of red claause L.C. is.	A. Revocable L.C. B. Green clause L.C. C. Unconfirmed L.C. D. All of these
18	Paying bank with respect to a letter of credit is called.	A. Advising bank B. Informatory bank C. Both these D. None of these
19	Non geogibale credit instruemnt are.	A. Letter of credit B. I.O.U C. Money order D. All of these
20	Generally, the instruments which are used in foreign receipts and payments called	A. Exchange rate B. Foreign exchange C. Letter of credit D. All of the above