Principles of Banking Icom Part 2 English Medium Chapter 8 Online Test

Sr	Questions	Answers Choice
1	The main sources of bank's fund are	A. Own capital B. Deposits C. Loan from other banks D. All the above
2	On every cheque bank gets.	A. Tax B. Profit C. Duty D. Commission
3	What is called a good security	A. Whose price can be determined easily B. Which does not have any government restriction C. Whose ownership is totally clear D. All the above
4	Security is a powerful tool that ensure the repayment of:	A. Deposit B. Debt C. Interest D. None of the above
5	The types of credit instrument are.	A. Four B. Two C. three D. None of these
6	Account payee only in the transverse parallel line.	A. Bearer cheque B. Special crossing C. General crossing D. None of these
7	What is meant by hypothecation	A. To hand over the goods or documents of title to goods by a customer to the bank as a security against a debt B. To hand over the documents of property by a customer until the repayment of debt C. A type of security in which neither the ownership nor the possession passes to the bank D. A receipt of loan which shows that money has been borrowed against an immovable property as a security
8	Negotiable credit instruments does not includes.	A. Cheque B. ATM card C. Draft D. Promissory
9	In case of mortage, the property remains in the possession of:	A. Lender (creditors) B. Borrower (debtors) C. The government D. All of the above
10	Long term loan is advanced against the following security:	A. Non-material B. Material C. Personal D. All of the above
11	Crossing makes the cheque	A. Acceptable B. Dishonour C. Safe D. None of these
12	Who does accept the responsibility for repayment debt	A. Guarantor B. Personal security C. Both a and b D. None of the these
13	Popular types of loan issued by the bank according to term are	A. Two B. Three C. Four D. Five

14	The loans which are issued for the period of one to five year called	A. Demand loans B. Short term loans C. Medium term loans D. Long term loans
15	The word credit has been derived from a latin word.	A. Credo B. Credere C. Creditor D. None of these
16	The commercial banks provide the following type of loan by discounting the B/E:	A. Short term B. Medium term C. Long term D. All of the above
17	The numebr of parties in a cheque are.	A. Two B. Five C. Four D. Three
18	Alternation in cheque must be singed by.	A. Payee B. Debtor C. Drawer D. All of these
19	Parties involved in a cheque.	A. A/c holder B. Bank C. Payee D. All of these
20	Cheque is always payable on.	A. Phone call B. At sight C. After banking hour D. On demand