

LGS GROUP OF COLLEGES

Monthly Test 3

XII Chapter # 9

(PAPER CODE # 4113)

Class: I.COM Part 2

Session: 2024 - 2025

Subject: P. Banking	Name:.....	Roll No:						
Time: 60 Min.	Objective	Marks =35						

SECTION-I OBJECTIVE TYPE

Note: Four possible answer A, B, C and D to each question are given. The choice which you think is correct, fill that circle in front of that question with Marker or Pen ink in the answer-book. Cutting or filling two or more circles will result in zero mark in that question. (1x9=9)

1. Who is called the drawer of a cheque:

- a) Payee b) Bank c) Customer d) Endorsee

2. A cheque which can be cashed by its holder:

- a) Bearer b) Order c) Crossed d) Plain

3. Term "or order" is written in order cheque after:

- a) Drawee's name b) Payee's name c) Drawer's name d) Endorsee's name

4. Bank pays money at its counter for:

- a) Bearer cheque b) Order cheque c) Both (a) & (b) d) Cross cheque

5. When cheque is cashed then its main foil is given to:

- a) Bank b) Customer c) Government d) None of All

6. Crossing makes the cheque:

- a) Unsafe b) Unacceptable c) Safe d) Acceptable

7. In case of non-negotiable instruments the right can:

- a) Be transferred b) Not be transferred c) Be conditionally transferred d) All of the above

8. What is written on the leaf of a cheque about customer:

- a) Name b) Account number c) Both (a) & (b) d) Mobile number

9. Endorsement of a cheque is always:

- a) Written b) Oral c) Written & registered d) All of the above

SECTION-II SUBJECTIVE TYPE

Part - I

Q2. Write short answer to eight (8) questions.

(8x2=16)

- i) What is meant by term “credit”?
- ii) Define and give example of negotiable instruments of credit.
- iii) What is order cheque?
- iv) What is post-dated cheque?
- v) State the reasons of dishonoring of a cheque.
- vi) What is meant by endorsement of cheque?
- vii) Explain the general term of crossing of a cheque.
- viii) How the use of cheque can be increased.
- ix) List about the elements/ entries of a cheque.
- x) Define cheque.
- xi) Define credit instruments.

Part- II

Note: Attempt any TWO questions.

(2x5=10)

- Q3.** Explain the meaning of credit instruments. Also discuss their characteristics.
- Q4.** Why bank terminates the payment of cheque.
- Q5.** Explain the Various kinds of cheques.