

BILLS OF EXCHANGE

1. What is the Bill receivable account?

- A) Personal Account
- B) Machinery Account
- C) Real Account
- D) Nominal Account

2. A bill of exchange includes.

- A) An order to pay
- B) A request to pay
- C) A promise to pay
- D) All the above

3. Which bill is drawn and accepted in the same country?

- A) Trade Bill
- B) Foreign Bill
- C) Inland Bill
- D) Accommodation Bill

4. Who draws a bill of exchange?

- A) Creditor
- B) Debtor
- C) Holder
- D) None of the above

5. What is the person known as who draws a bill of exchange

- A) Drawer
- B) Payee
- C) Drawee
- D) None of the above

6. What are the three additional days known as that a drawer gives to the drawee for payment

- A) Conditional days
- B) Additional days
- C) Days of grace
- D) Days of rebate

7. When the drawee signs the bill, it is considered as

- A) Accepted
- B) Retired
- C) Renewed
- D) Endorsed

8. What kind of acceptance is known as when the bill is accepted without any condition?

- A) Qualified acceptance
- B) Conditional acceptance
- C) Blank acceptance
- D) General acceptance

9. When the bill is noted from the notary public, it is known as?

- A) Noting
- B) Discounting
- C) Accepting
- D) None of the above

10. What is retiring a bill under rebate means?

- A) Making a payment of the bill before the due date
- B) Dishonouring a bill
- C) Making a payment of the bill after the due date
- D) All of the above