Principles of Economics Icom Part 1 English Medium Chapter 10 Online Test

Sr	Questions	Answers Choice
1	Convertible paper money is issued by	A. Central bank B. Commercial bank C. Industrial bank D. Central government
2	The money whose face value and intrinsic value are different	A. Token money B. Standard money C. Legal money D. Near money
3	By which money business dealing has become easy	A. Metalic money B. Paper money C. Credit money D. Near money
4	Note of 500 rupees is	A. token money B. credit money C. convertible paper money D. inconvertible paper money
5	Relationship of level of prices and quantity of money	A. Positive B. Negative C. Indirect D. 2nd and 3rd both
6	If we multiply margina product with price we get:	A. MFC B. MRP C. TVC D. Both a and b
7	Net National product is equal to	A. GNP + Depreciation expenditure B. GDP + Depreciation expenditure C. GNP - Depreciation expenditure D. GDP - Depreciation expenditure
8	Relationship of value of money with quantity of money is	A. Direct B. Indirect C. Inverse D. Positive
9	kinds of money are	A. Three B. Four C. Five D. Seven
10	Quantity theory of money in the form of an equation was presented by	A. Prof Fisher B. Prof Taussig C. Prof Marshall D. Prof Renald
11	Inflation will be useful for	A. Labourers B. Consumers C. Penioners D. Industrialist
12	There exists a relationship between inflation and deflation	A. Increasing B. Inverse C. Indirect D. None of three
13	Inconvertible paper money is issued by	A. Central bank B. Commercial bank C. Industrial bank D. Central government
14	Unit of account money in Pakistan is	A. Rial B. Rupee C. Dollar D. Pound
15	Equation of relationship between quantity of money and value of money, MV=PT is presented by the economist	A. Prof Taussing B. Prof Fisher C. Prof Crowther D. Prof Marshall

16	What effects are expected on the purchasing power of money during deflation	A. Decreases B. Increases C. Remains constant D. 2nd and 3rd
17	World economic depression accured in	A. 1927 B. 1928 C. 1929 D. 1931
18	Cheque, bill of exchange etc are	A. Metallic money B. Paper money C. Credit money D. Near money
19	Which economist said that the term demand for money should be used instead of circulation of money	A. Prof Keynes B. Prof Marshall C. Prof Crowther D. Prof Fisher
20	According to quantity theory of money one halving the quantity of money prices	A. Increase B. Double C. Decrease D. One half