

Principles of Economics Icom Part 1 English Medium Chapter 11 Online Test

Sr	Questions	Answers Choice
1	Monetary theory of Trade cycle is presented by	A. Prof Hawtrey and Friedman B. Prof Keynes C. Prof Hobson D. Prof Kitchen
2	According to Prof. Juglar a trade cycle completes in	A. Five to six years B. Nine to ten years C. Ten to eleven years D. Eleven to twelve years
3	If we deduct direct taxes from personal income, we get:	A. NNP B. GDP C. DPI D. PI
4	In which phase of a trade cycle production, employment, wages and rate of interest etc start rising gradually	A. Boom B. Depression C. Recovery D. Recession
5	According to Prof. Kitchen a trade cycle completes in	A. Two years six months B. Three years or Fifty years C. Fifty years or Sixty years D. Sixty years or Seventy years
6	If we deduct foreign income from GNP, we get:	A. N.N.P B. G.D.P C. D.P.I D. P.I
7	Income received without any economic services:	A. National Income B. Transfer payments C. Interest D. Profit
8	During recession demand for factors of production is	A. More B. Limited C. Very low D. Too much
9	One of the following is not include in national income:	A. Transfer payments B. Depreciation C. Wages D. Both a and b
10	During depression	A. Employment increases B. Prices decrease C. Profit increases D. Prices increase
11	Equilibrium level of national income means that point where:	A. Consumption = Saving B. Consumption = Investment C. Saving = Investment D. Income = Saving + Investment
12	The period in which an economy comes back from prosperity to depression is called	A. Recovery B. Recession C. Boom D. Depression
13	During the phase of recovery prices, wages, interest rate and profits	A. Start falling gradually B. Start rising gradually C. are highest D. are lowest
14	"A trade cycle is completed in three years four months" This is stated by	A. Prof Kitchen B. Prof Juglar C. Prof Jevons D. Prof Pigou
15	Net foreign income means:	A. Import - Exports B. Exports - Imports C. Import + Exports D. Income from imports

16	National Income is also known as:	A. National product B. Total expenditure C. Total population D. Both a and b
17	Phases of a trade cycle are	A. Two B. Three C. Four D. Five
18	National income is measured for:	A. One year B. Two years C. Three years D. Four years
19	"A trade cycle is fluctuation in employment, production and prices" This definition of Trade cycle is stated by	A. Prof Keynes B. Prof Mitchall C. Prof Hanson D. Prof Haberler
20	During the phase of recession prices of goods	A. Start rising B. Start falling C. are highest D. are lowest