

ICS Part 2 Economics English Medium Chapter 1 Online Test

Sr	Questions	Answers Choice
1	Consumption spending does NOT include.	A. Household's purchases of clothes B. Household's purchase of a car C. Household's payment of rent for an apartment D. Household's purchase of shares of a business corporation
2	In economics one of more persons living in a joint family are called a	A. Community B. Social gathering C. Super family D. Household
3	The largest type of income in the Pakistan is	A. Compensation of employees B. Rental income C. Proprietors income D. Corporate profits
4	To determine the correct level of GNP ,it is necessary to.	A. Add up the values of goods and services during one year B. Add up all savings C. Count all imports D. Add up the value of semi finished goods
5	In circular flow model	A. Govt. owns productive resources B. Firms own productive resources C. Households own productive resources D. Rent of land is not included
6	Transfer payments means.	A. Bank loans B. The payment without work C. Payments made to all factors of production D. Tax payments
7	In calculating national income which one will NOT be included.	A. Exports B. Old age pensions C. Wages of lecturer D. Undistributed profit by firms
8	Transfer payments means	A. Bank loans B. The payment without work C. Tax payments D. Payments made to all factors of production
9	GNP is always.	A. Less than NNP B. Greater than NNP C. Equal to NNP D. Is found from NNP
10	It is avoided to make correct estimate of national income.	A. Free services B. Double counting C. Export earnings D. All of the above
11	We measure national income by this method.	A. Expenditure method B. Income method C. Product method D. As of the above
12	Country is poor if it has.	A. Less production of goods per capita B. Less amount of gold C. Less amount of foreign currency D. Less exports
13	When National income is estimated by expenditure method we include.	A. All govt expenditure B. All households expenditure C. All of the above D. All expenditure of the business sector
14	The goods which are used directly by the people are called.	A. Consumer goods B. Capital good

	the government and responsibility by the people and business	C. Direct good D. None
15	Investment spending included the purchase of.	A. Lottery coupon B. Prize Bond C. Residential construction D. all of the above
16	Undistributed profits are considered.	A. Income earned but not received B. Income earned and received C. Income received but not earned D. None of the above
17	Net Exports are	A. Total Exports plus total imports B. Total exports minus total imports C. Total exports divided by total imports D. Total imports minus total exports
18	Corporate tax is levied on	A. Landlords B. Importers C. Big companies D. Municipal corporations
19	Macroeconomics is concerned with.	A. Aggregate economic activity B. Spending decisions of households C. How to produce goods D. How to buy stocks and bonds
20	Which is a flow concept.	A. Number of my shirts B. My monthly income C. My total wealth D. Money Supply