

## ICS Part 2 Economics English Medium Chapter 7 Online Test

Qr.	Questions	Answers Choice
Sr	Questions	
1	Pakistan Importss some goods and exports other goods primarily because of.	A. Free goods B. Comparative advantage C. Unemployment D. Self Sufficiency
2	Which of the following is international trade	A. Trade between provinces B. Trade between countries C. Trade between regions D. Trade between continents
3	Ric countries have deficit in their balance of payments	A. Some times B. Never C. Atternatee years D. Always
4	Net exports equal	<ul><li>A. Exports x imports</li><li>B. Exports + imports</li><li>C. exports- imports</li><li>D. None of the above</li></ul>
5	In foreign trde protection policy means.	A. Restrictions on imports     B. Restrictions on exports     C. Restriction on transfer of foreign exchagne     D. All of the above
6	Pakistan is not a memebr of	A. IMF B. ECO C. OPEC D. World Bank
7	A Triff	A. Increase the volume trade B. Reduces the volume of trade C. Has no effect on volume of tradea D. a and c above
8	Foregn trade creates among countries.	A. Conficits B. Cooperation C. Hatred D. None
9	What would encourage trade betwene two countries.	<ul><li>A. Different tax system</li><li>B. Frontier checks</li><li>C. National currencies</li><li>D. Reduce traiff</li></ul>
10	All are advantages of oreign trade Except.	A. People get foreign exchange B. Difference in politicla system C. Difference in markets D. Difference in ideology
11	Trade between two countries can be useful if cost ratios of goods are.	A. Equal B. Different C. Undertimed D. Decreasing
12	Govt policy about exports and imports is called.	<ul><li>A. Monetary policy</li><li>B. Fiscal policy</li><li>C. Commercial Policy</li><li>D. Finance policy</li></ul>
13	It Japan and Pakistan start free trade differene in wges in two counties will	A. Increase B. Decrease C. Double D. No effect
14	Theory of omparative advantages was presented.	A. Ricardo B. Adam Smith C. Hicks D. Arshad
15	International trade and domestic trade fiffer because of.	A. Trade restrictions     B. Immobility of factors     C. Difference govt Policy

		D. All of the above
	What would encorage trade betwene two countries.	A. Reduced tariffs B. Quality control
16		C. Differente tax system
		D. Fixing import quotes
	Two countries can gain from foreign trade if	A. Cost ratios are differnet
17		B. Traiff rates are different
•		C. Price ratios are different
		D. a and c above
	Foreign Trade are	A. Benefits developed countries
		B. Benefits underdeveloped
18		countires
		C. Benefits all countries
		D. Benefits democretive countries
	Foreign Trade	A. Increses employment opportunite
		<ul> <li>B. Increases international mobility o</li> </ul>
19		labour
		C. Increases competition
		D. All of the above
	Policy of Protecton in trade	A. Facilitates trade
20		B. Protects local producers
20		C. Protects foreign producers
		D. Protects exporters