

ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	Progressive taxes	A. Increase government revenue B. Bring equality in distribution of incomes C. Act as penalty for rich people D. a and b of above
2	Direct taxes are not included in	A. DPI B. PI C. NNP D. a and c above
3	It is considered as investment	A. Construction of a house B. Purchase of an old house C. Salaries of college professors D. a and b above
4	Under normal circumstances the velocity of circulation of money in a country is.	A. 100% B. negative C. Less than 10 D. Zero
5	The receipt of payments for goods exported and imported are counted in .	A. Capital Account B. Trade Account C. Current account D. Monetary account
6	Which one is per capita income is	A. Per worker income B. Per person Income C. Per family income D. Per Industrial unit income
7	Working population is percent of total population of Pakistan.	A. 23% B. 33% C. 43% D. 53%
8	Consumption is a function of.	A. Saving B. Investment C. Income D. Expenditure
9	Which is considered liability by a bank	A. Loans B. Bank building and equipment C. Time deposit D. Securities
10	Out of the following the only recognised legal tender is	A. Cheque B. Currency notes and coins C. Notes and cheques D. Credit card
11	Credit money is created by	A. Exchange bank B. Commercial Bank C. Finance companies D. None of the above
12	Average growth rate of Pakistan's national income in past five years have been	A. 3% B. 13% C. 23% D. 33%
13	Which type of card is not issued by central banks	A. Credit card B. Debit card C. ATM Card D. None is issued by it
14	This is a characteristic of good money	A. High intrinsic value B. General acceptability C. Attractive design D. Easy to duplicate
15	Monetary policy has the objective	A. Decrease unemployment rate B. Decrease tax rate C. Decreases inflation rate D. Increase in money supply

D. a and c of the above

16 State Bank was established in

- A. 1948
- B. 1950
- C. 1952
- D. 1954

17 Barter means.

- A. Trade through metallic money only
- B. Trade of goods only excluding services
- C. Trade without use of money
- D. Trade of low value goods only

18 Which is not a Function of money

- A. Make demand and supply equal
- B. Medium of exchange
- C. Store of value
- D. Measure of value

19 National Bank of Pakistan was established in

- A. 1949
- B. 1959
- C. 1960
- D. 1979

20 If government increases taxes private savings.

- A. Increase
- B. Decrease
- C. Do not change
- D. Will become zero