

ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	Which one of the NOT a principle of taxation	A. Principle of equality B. Principle of morality C. Principle of certainty D. Principle of diversity
2	Transfer payments means	A. Bank loans B. The payment without work C. Tax payments D. Payments made to all factors of production
3	Foreign Trade are	A. Benefits developed countries B. Benefits underdeveloped countries C. Benefits all countries D. Benefits democratic countries
4	The percentage of our labour force workign in agricultureis.	A. 13% B. 24% C. 33% D. 43%
5	The step will increse saving in Pakistan	A. Increase in taxes B. Decrease in taxes C. increasein population D. Increase imports
6	Out of the following the only reconised legal lender is.	A. Bank notes B. Cheque C. Draft D. Credite card
7	When a commercial bank creaes credite. Its immediate effect is tha tit raises.	A. The exchange rate B. The money supply C. The interest rate D. The real national income
8	Consumption is a function of.	A. Saving B. Investment C. Income D. Expenditure
9	Cross cheque has a cross sign in the	A. Right side upper comer B. Right side lowr comer C. It does not have cross sign D. Left side upper corner
10	Exchange rate for currencies is determined by supply and demand in system of.	A. Fixed exchange B. flexible C. Constatn D. Regulated
11	Banks discout it and advance loans.	A. Draft B. Bill of exchange C. Pay Order D. Gold
12	GNP includes	A. A Loan from a bank B. A loan from one's parents C. A brokers commission D. Gilfts and donations
13	Market value of all final goods and services produced in a country during a year is definition	A. GNP B. NNP C. NI D. Consumption
14	State bank of Pakistan is run by	A. Board of directors B. Board of managers C. Board of govenors D. Board of bankers
15	The most important source of income of a goernemnt is.	A. Foreign loans B. Taxes C. Printing of new money

		D. Sale of government property
16	It is NOT an instrument of monetary policy	A. Discount Rate B. Open market operation C. Change in reserve ratio D. Issue notes
17	International trade and domestic trade differ because of.	A. Trade restrictions B. Immobility of factors C. Difference government Policy D. All of the above
18	Unemployment rate in Pakistan is	A. 6% B. 16% C. 20% D. More than 20%
19	Life expectancy in Pakistan is	A. 57 B. 67 C. 77 D. 87
20	Invisible items in balance of payments include.	A. Foreign remittances B. Income from tourism C. Interest charges D. All the three