

ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	Monetary policy has the objective	A. Decrease unemployment rate B. Decrease tax rate C. Decreases inflation rate D. a and c of the above
2	It is the medium of exchange	A. Black money B. Currency C. Near money D. Foreign exchange
3	Total value for all final goods and services produced annually by a country.	A. NNP B. GNP C. GDP D. NI
4	They are NOT much affected by rising prices.	A. Salaried persons B. Business C. Debtors D. Importers
5	Exchange rate for currencies is determined by supply and demand in system of.	A. Fixed exchange B. flexible C. Constant D. Regulated
6	The bank established for loans to very small enterprises is called.	A. Micro Finance Bank B. Modarba Bank C. SME bank D. First Mini Bank
7	Working population is percent of total population of Pakistan.	A. 23% B. 33% C. 43% D. 53%
8	Policy of Protection in trade	A. Facilitates trade B. Protects local producers C. Protects foreign producers D. Protects exporters
9	In Pakistan money account is	A. Paisa B. Rupee C. Gold D. Dollar
10	The largest share in Pakistan's GNP is that of.	A. Services B. Industry C. Agriculture D. Banking
11	This is a characteristic of good money	A. High intrinsic value B. Liquidity C. Attractive design D. Easy to duplicate
12	Which One is equation of exchange.	A. $PT = MV$ B. $PV = MT$ C. $PM = TV$ D. None
13	If saving exceeds investment then	A. National income rises B. National income falls C. National income is not affected D. None of the above
14	Commodity sector contributes to national income of Pakistan.	A. 40% B. 50% C. 60% D. 70%
15	10- Rupees note is issued by	A. National Bank B. State Bank C. Govt of Pakistan D. Governor State bank

16	Which is considered liability by a bank	A. Loans B. Bank building and equipment C. Time deposit D. Securities
17	Circular flow of income links	A. Income expenditure B. Govt taxes govt expenditure C. Exports ,imports D. Saving and investment
18	If indirect taxes are deducted from NNP and subsidies are added. we achieve	A. Personla savings B. DPI C. National Income D. Percapita inocme
19	What would encorage trade betwene two countries.	A. Reduced tariffs B. Quality control C. Differente tax system D. Fixing import quotes
20	Acting as lender of last resort a central bank lends to.	A. Commercial Bank B. Stock exchange C. Money markets D. Does not lend