ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	A closed economy is best described as one in which	A. thre are no monopolies B. No corporations C. No extemalities D. No international trade
2	Total value of allfinal goods andservices produced annually by a country.	A. NNP B. GNP C. GDP D. NI
3	State bank was established in .	A. 1948 B. 1950 C. 1952 D. 1954
4	It is avoided to make correct estimate of national income.	A. Free services B. Double counting C. Export earnings D. All of the above
5	There are obstacles to rapid economic development of Pakistan	A. Social B. Political C. Cultural D. All of the above
6	Life expectency in Pakistan is	A. 57 B. 67 C. 77 D. 87
7	It is NOT an instrument of monetary policy	A. Bank rate B. Open market operations C. Change in resere rato D. Issure notes
8	Cash can NOT be directly drawn fro a bank against	A. Cross Cheque B. Order cheque C. Bearer cheque D. Traveller cheque
9	According to keynes demand for money is affected by	A. Income B. Rate of intest C. Literacy rate D. a and b of above
10	Which of the following would NOT be included in GNP	A. Govt. Transfer payments B. Got. Purchase of an air plane C. Payment for construction of highway D. Salary paid for the presidents secretary
11	Ten Rupee note is	A. Token money B. Creadit money C. Legal Money D. a and c of above
12	Commercial Bank create	A. Credit money B. Token money C. Legal Money D. Do not create money
13	Balance of payment of a country has major parts.	A. 2 B. 3 C. 4 D. 5
14	It is considred as transfer payments	A. Salaries of govet emplyees B. Bonus of bank employees C. Inemployment allowance paid by govt D. Free medical are to offers.
15	This is a characeristics of good money	A. High intricnsic value B. General acceptability

		C. Atractive design D. Easy of duplicate
16	Which statment is true	A. National Income = Naional expenditure - indirettaxes B. N1 =GNP -NNP C. N1 =P1 D. NI =NNP-Indirect taxes
17	According to Keynesmotives for holding money are.	A. Two B. Three C. Four D. Five
18	Marginal propensity to consume MPC is.	A. Total income spent on consumption B. Ratio of additionalincome consumed C. Ratio of total income consumed D. Consumption divided by saving
19	Under normal circumstances the velocity of circulation of money in a contry is.	A. 100% B. negative C. Less than 10 D. Zero
20	Central banks rate of lending to commercial banks is called.	A. Money rate B. Control rate C. Intrested rate D. Discount rate