

ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	State bank was established in .	A. 1948 B. 1950 C. 1952 D. 1954
2	Economic Development	A. Is the same as economic growth B. Means improvement in lifestyle C. Exists when there is equal distribution of income D. All of the above
3	Gross national product includes	A. A loan from one's parents B. A loan from a domestic bank C. A loan from other countries D. None of the above
4	It is not a factor of economic development	A. Money B. Land C. Capital D. Technology
5	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
6	When value of money falls, they benefit more	A. Debtors B. Lenders C. Farmers D. Industrialist
7	What is the largest figure	A. NNP B. GNP C. DPI D. PI
8	Net exports equal	A. Exports x imports B. Exports + imports C. exports- imports D. None of the above
9	10-Rupees note is issued by	A. National Bank B. State Bank C. Govt. of Pakistan D. Governor State bank
10	There are methods of measuring national income	A. 5 B. 4 C. 2 D. 3
11	This is a characteristic of good money	A. High intrinsic value B. Liquidity C. Attractive design D. Easy to duplicate
12	When the nation's money supply is Rs. 1200 million and GDP is Rs. 4800 billion, velocity of circulation money is.	A. 0.25 B. 4 C. 0.4 D. Billion Rupees
13	Banks discount it and advance loans.	A. Draft B. Bill of exchange C. Pay Order D. Gold
14	The four factor payments are.	A. Money, Capital, salaries, and income B. Wages, rent, interest and profits C. Money, power, Prices, and wealth D. Wages, interest, salaries, and taxes.
15	According to Keynesian motives for holding money are.	A. Two B. Three C. -

C. Four
D. Five

16 Which statement is true

A. National Income = National expenditure - indirect taxes
B. $N1 = GNP - NNP$
C. $N1 = P1$
D. $NI = NNP - Indirect taxes$

17 Many People do not send their children to schools because of

A. Their own illiteracy
B. Harsh teachers
C. Poverty
D. All of the above

18 International trade and domestic trade differ because of.

A. Trade restrictions
B. Immobility of factors
C. Difference govt Policy
D. All of the above

19 National Income = National Expenditure is an

A. Equation
B. Identity
C. Function
D. None

20 Two countries can gain from foreign trade if

A. Cost ratios are different
B. Tariff rates are different
C. Price ratios are different
D. a and c above
