ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	The government spends on education percentage of GDP	A. 2 B. 6 C. 8 D. 10
2	Demand deposite are	A. Bank notes B. Money C. Considered as ner money D. Legal money
3	Under normal circumstances the velocity of circulation of money in a contry is.	A. 100% B. negative C. Less than 10 D. Zero
4	Whcih organisation controls the banking system to most countries.	A. Central Bank B. Commercial bank C. Investment bankWorld bank
5	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
6	MPC is always.	A. Positive B. Negative C. Zero D. More then APC
7	Discount rae of state Bank of a Pakistan is	A. Less than 5% B. More than 5% but not more than 15% C. More than 15% but not more than 25% D. More than 25%
8	There are stock exchange in Pakistan.	A. 1 B. 3 C. 4 D. 5
9	They are NOT much affected by rising prices.	A. Salaried persons B. Business C. Debtors D. Importers
10	Paper money in Pakistan is	A. Inconvertible B. Convertible C. Linked to gold D. None of the above
11	It is not a facor of economic development	A. Money B. Land C. Capital D. Technology
12	Flxible exchange rate sytem has the advantage.	A. Automatic adjustment of balcne of payments B. Easy to borrow form world bank C. Encouragds exports D. None of the above
13	To determine the correct level of GNP ,it is necessary to.	A. Add up the values of goods and services during one year B. Add up allsavings C. Count all imports D. Add up the value of semi finished goods
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 steps will increase investment in Pakistan.	A. Increse taxes B. Increase population C. Increase investment rate D. Decrease intrest rate
16	National income is a measure of	A. The zise of government revenue B. Payments made to facor of production C. Production f goods per day D. Total working hours
17	Monetary pollicy has the objective	A. Decrease unemployment rate B. Decrease tax rate C. Decreases inflation rate D. a and c of the above
18	Out following the only recognised legal tender is	A. Cheque B. Currency notes and coins C. Notes and cheques D. Credit card
19	When the country development	A. Per capita incoe rises B. Specialization increases C. Urbanization rises D. All of the above
20	National Bank is.	A. Public Sector bank B. Private Bank C. Microfianace bank D. Specialised bank