

ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	If $C = 200$ and $I = 40$ then Y will equal	A. 160 B. 240 C. 8000 D. None of the above
2	Average growth rate of Pakistan's national income in past five years have been	A. 3% B. 13% C. 23% D. 33%
3	If CDA gets a loan from world bank for roads it will be recorded in the balance of payments in section.	A. Capital account B. Visible balance C. Invisible balance D. Official financing
4	Which of the following is not included in personal income	A. Social security benefits B. Dividend payments C. Undistributed corporate profits D. Interest received from saving certificates
5	Trade between two countries can be useful if cost ratios of goods are.	A. Equal B. Different C. Undeterred D. Decreasing
6	According to Malthus Population increases by Progression of kind	A. Systematic B. Arithmetic C. Geometric D. Automatic
7	In which form the largest percentage of national income is earned.	A. Interest income B. Proprietor's income C. Employee's wages D. Rental income
8	Balance of payments of country includes.	A. Current account B. Monetary Account C. Capital Account D. All of the above
9	National Income is.	A. Total Income earned in producing the national product B. All taxes plus govt. spending C. Sum of personal income and saving D. NNP minus the capital consumption allowance
10	Mobility of labour	A. Increases efficiency of labour B. Special labour C. Increases division of labour D. a and c above
11	The lower literacy rate in females is due to.	A. Lack of access to educational institutions B. Parental ignorance C. Discriminatory social norms D. all of the above
12	In economics one or more persons living in a joint family are called a	A. Community B. Social gathering C. Super family D. Household
13	Out following the only recognised legal tender is	A. Cheque B. Currency notes and coins C. Notes and cheques D. Credit card
14	Which of the following tax is best example of ability to pay principle of taxes	A. excise tax on cigarettes B. Highway toll tax C. Personal income tax D. Proportional sales tax

15	Demand deposits are	A. Bank notes B. Money C. Considered as near money D. Legal money
16	Balance sheet of a bank has two parts	A. Supply and demand for deposits B. Supply and demand of Advances C. Assets and liabilities D. Cash Reserves and loans
17	Pakistan has a banking system.	A. Developed B. Underdeveloped C. Very unorganized D. Inefficient
18	Consumption is a function of.	A. Saving B. Investment C. Income D. Expenditure
19	Cash cannot be directly obtained from a bank against	A. Cross cheque B. Order cheque C. Bearer cheque D. Traveller cheque
20	When the state bank wants to decrease money supply in the country it.	A. Buys govt securities in stock market B. Sells govt securities C. Lowers discount rate D. B and C
