

ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	A skilled worker is an example of.	A. Scarcity B. An entrepreneur C. The labour input D. a and c above
2	In terms of national income accounts, multiple counting refers to.	A. The addition to GNP of multiple units of a good B. Counting currently produced goods more than once C. The inclusion in GNP of gross spending and taxes D. Counting both goods and services
3	Cash can NOT be directly drawn from a bank against	A. Cross Cheque B. Order cheque C. Bearer cheque D. Traveller cheque
4	A closed economy is best described as one in which	A. there are no monopolies B. No corporations C. No externalities D. No international trade
5	Demand deposits mean	A. Saving account B. Chequeable deposits C. Profit loss account D. Time deposits
6	Which measure has the larger value .	A. NNP B. GNP C. GDP D. NI
7	Final balance of the payment of a country is	A. Always balance B. Always deficit C. Always surplus D. Fluctuates
8	The most important source of income of a government is.	A. Foreign loans B. Taxes C. Printing of new money D. Sale of government property
9	Visible goods are recorded in this part of balance of payments account	A. Current account B. Capital account C. Govt account D. Official Account
10	When value of money falls, they benefit more	A. Debtors B. Lenders C. Farmers D. Industrialist
11	If we deduct direct tax from personal income we get.	A. Net National income B. Disposable income C. Personal saving D. Per capita income
12	National Income = National Expenditure is an	A. Equation B. Identity C. Function D. None
13	Visible exports include	A. Remittance B. Computer Hardware C. Computer software D. Transport cost
14	Which one is equation of exchange.	A. $PT = MV$ B. $PV = MT$ C. $PM = TV$ D. None
		A. Increase - -

15	It Japan and Pakistan start free trade difference in wages in two countries will	B. Decrease C. Double D. No effect
16	Standard of living of worker depends upon their	A. Nominal wages B. Real wages C. Average product D. Govt. Policy
17	We can increase rate of economic growth in Pakistan if we increase.	A. Investment B. Population C. Imports D. taxes
18	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
19	Mobility of labour	A. Increases efficiency of labour B. Spills labour C. Increases division of labour D. a and c above
20	Which of the following is a withdrawal from the circular flow of income stream.	A. Taxation B. Consumption C. Subsidies D. Investment