

## ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	Demand deposit mean	A. Saving account <b>B. Chequeable deposits</b> C. Profit loss account D. Time deposits
2	Which is the largest figure	A. NNP <b>B. GNP</b> C. DPI D. PI
3	Value of money in Pakistan is determined by	A. Govt of Pakistan <b>B. General Price Level</b> C. State Bank Pakistan D. Value of Dollar
4	Macroeconomics is concerned with.	<b>A. Aggregate economic activity</b> B. Spending decisions of households C. How to produce goods D. How to buy stocks and bonds
5	Which is money	A. Cheque B. Credit card <b>C. Currency</b> D. Prize Bond
6	If a person is more interested to earn income he should deposit his money in	A. Demand deposits <b>B. Time deposit</b> C. Saving account D. Profit loss account
7	We measure national income by this method.	A. Expenditure method B. Income method C. Product method <b>D. As of the above</b>
8	Commercial banks are able to create money by	<b>A. Making loans</b> B. Printing Money C. Moral suasion Selling government loans D. Printing money
9	The nature of unemployment due to mechanization of agriculture is	A. Seasonal <b>B. Structural</b> C. Frictional D. Permanent
10	IMF Means	<b>A. International Monetary Funds</b> B. International Money Flow C. International Money Forum D. International Monetary finance
11	Cash can NOT be directly drawn from a bank against	<b>A. Cross Cheque</b> B. Order cheque C. Bearer cheque D. Traveller cheque
12	Which is the source of interest for a bank	A. Advances B. Bills discounted C. Investments <b>D. All</b>
13	Which of the following is a withdrawal from the circular flow of income stream.	<b>A. Taxation</b> B. Consumption C. Subsidies D. Investment
14	Two countries can gain from foreign trade if	A. Cost ratios are different B. Tariff rates are different C. Price ratios are different <b>D. a and c above</b>
15	Treasury bill is used for	<b>A. Getting short term loans by central bank</b> B. Getting long term loans

		C. Collecting govt. taxes D. Make payments of utility bills
16	It is direct tax	A. Excise tax B. Sales tax C. Income tax D. Custom duty
17	What would encourage trade between two countries.	A. Different tax system B. Frontier checks C. National currencies D. Reduce tariff
18	When the country develops	A. Per capita income rises B. Specialization increases C. Urbanization rises D. All of the above
19	Which steps will increase investment in Pakistan.	A. Increase taxes B. Increase population C. Increase investment rate D. Decrease interest rate
20	Pakistan is not a member of	A. IMF B. ECO C. OPEC D. World Bank