

Principles of Economics Icom Part 1 English Medium Chapter 11 Online Test

Sr	Questions	Answers Choice
1	Methods for measurement of national income are:	A. Two B. Three C. Four D. Five
2	In which phase of a trade cycle production, employment, wages and rate of interest etc start rising gradually	A. Boom B. Depression C. Recovery D. Recession
3	Market value of all final goods and services is known as:	A. N.I B. G.N.P C. N.N.P D. Both a and b
4	Income received without any economic services:	A. National Income B. Transfer payments C. Interest D. Profit
5	During depression, increases	A. Unemployment B. Employment C. Profit D. Production
6	Net foreign income means:	A. Import - Exports B. Exports - Imports C. Import + Exports D. Income from imports
7	The income which a person can use according to his will called:	A. Net income B. Per capital income C. Personal income D. Disposable personal income
8	Depreciation means:	A. Wear and Tear B. Reduction in value C. Decrease in value D. All of these
9	In which phase of a trade cycle national product, wages, prices and profits reach at their peak	A. Recovery B. Boom C. Recession D. Depression
10	Transfer payment means:	A. Rent transfer B. Wages transfer C. Reward without services D. Profit transfer
11	Over investment theory is presented by	A. Pigou B. Hawtray C. Hayek, Mises and Cassel D. Prof Jugglar
12	According to Prof. Jugglar a trade cycle completes in	A. Five to six years B. Nine to ten years C. Ten to eleven years D. Eleven to twelve years
13	According to which economist, duration of a trade cycle is 9 to 10 years	A. Prof Kitchen B. Prof Jugglar C. Prof Pigou D. Prof Kondratieff
14	Equilibrium level of national income means that point where:	A. Consumption = Saving B. Consumption = Investment C. Saving = Investment D. Income = Saving + Investment
15	Subsidies means:	A. Relief price to consumers B. Relief in price to Producers C. Surplus budget D. Both a and b

16	One of the following is not include in national income:	A. Transfer payments B. Depreciation C. Wages D. Both a and b
17	National income at factor cost is equal to:	A. G.N.P - Subsidies + taxes B. N.N.P - Direct tax + Subsidies C. G.D.P - Subsidies + taxes D. N.N.P - Indirect tax + Subsidies
18	The innovation theory of trade cycles was presented by	A. Hayek B. Hawtray C. Schumpeter D. Pigou
19	Monetary theory of Trade cycle is presented by	A. Prof Hawtreay and Friedman B. Prof Keynes C. Prof Hobson D. Prof Kitchen
20	Modern theory of trade cycles is presented by	A. Prof Schumpeter B. Prof Keynes C. Prof Hawtreay D. Prof Hicks and Samuelson
