

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

Sr	Questions	Answers Choice
1	"A trade cycle is fluctuation in employment, production and prices" This definition of Trade cycle is stated by	A. Prof Keynes B. Prof Mitchall C. Prof Hanson D. Prof Haberler
2	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
3	If we deduct foreign income from GNP, we get:	A. N.N.P B. G.D.P C. D.P.I D. P.I
4	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
5	The period in which an economy comes back from prosperity to depression is called	A. Recovery B. Recession C. Boom D. Depression
6	The innovation theory of trade cycles was presented by	A. Hayek B. Hawtray C. Schumpeter D. Pigou
7	Depreciation means:	A. Wear and Tear B. Reduction in value C. Decrease in value D. All of these
8	During boom	A. Business contracts B. Unemployment increase C. Profit decreases D. Profit increases
9	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
10	During depression	A. Employment increases B. Prices decrease C. Profit increases D. Prices increase
11	Equilibrium level of national income means that point where:	A. Consumption = Saving B. Consumption = Investment C. Saving = Investment D. Income = Saving + Investment
12	In Macro economies the vital role is played by:	A. Marshall B. J.R.Hicks C. Robbins D. Keynes
13	National Income is also known as:	A. National product B. Total expenditure C. Total population D. Both a and b
14	According to which economist some trade cycles complete their cycle during a period of fifty years or sixty years	A. Prof Kitchen B. Prof Jugglar C. Prof Pigou D. Prof Kondratieff
15	One of the following is not include in national income:	A. Transfer payments B. Depreciation C. Wages D. Both a and b

16	Phases of a trade cycle are	A. Two B. Three C. Four D. Five
17	Direct taxes are not included in:	A. Personal income B. G.N.P C. G.D.P D. Disposable personal income
18	Which phase starts with the increase in expected rate of profit	A. Depression B. Recovery C. Boom D. Recession
19	Over investment theory is presented by	A. Pigou B. Hawtray C. Hayek, Mises and Cassel D. Prof Juglar
20	During depression, increases	A. Unemployment B. Employment C. Profit D. Production