

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

Sr	Questions	Answers Choice
1	During the phase of recovery prices, wages, interest rate and profits	A. Start falling gradually B. Start rising gradually C. are highest D. are lowest
2	Equilibrium level of national income means that point where:	A. Consumption = Saving B. Consumption = Investment C. Saving = Investment D. Income = Saving + Investment
3	National Income is also known as:	A. National product B. Total expenditure C. Total population D. Both a and b
4	"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
5	During recession demand for factors of production is	A. More B. Limited C. Very low D. Too much
6	Subsidies means:	A. Relief price to consumers B. Relief in price to Producers C. Surplus budget D. Both a and b
7	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
8	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
9	Monetary theory of Trade cycle is presented by	A. Prof Hawtrey and Friedman B. Prof Keynes C. Prof Hobson D. Prof Kitchen
10	If we deduct direct taxes from personal income, we get:	A. NNP B. GDP C. DPI D. PI
11	Theory of sun-spot was presented by	A. Prof Jevons and Henry L, Moor B. Prof Pigou and begehoh C. Prof Hobson D. Prof Cassel
12	Transfer payment means:	A. Rent transfer B. Wages transfer C. Reward without services D. Profit transfer
13	Economy gets prosperity during	A. Recession B. Depression C. Boom D. Recovery
14	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
15	If we deduct depreciation from GNP, we get:	A. P.I B. G.D.P C. D.P.I D. N.N.P

16	Innovation theory is presented by	A. Prof Keynes B. Prof Schumpeter C. Prof Hicks D. Prof Foster
17	Modern theory of trade cycles is presented by	A. Prof Schumpeter B. Prof Keynes C. Prof Hawtrey D. Prof Hicks and Samuelson
18	Over investment theory is presented by	A. Pigou B. Hawtray C. Hayek, Mises and Cassel D. Prof Jugglar
19	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
20	The innovation theory of trade cycles was presented by	A. Hayek B. Hawtray C. Schumpeter D. Pigou
