

Principles of Economics Icom Part 1 English Medium Chapter 12 Online Test

Sr	Questions	Answers Choice
1	Which economist has stated the definition of balance of payments	A. Robbins B. Kindleberger C. Marshall D. Keynes
2	In which of the following condition theory of international trade is presented	A. Monopoly B. Duopoly C. Monopolistic competition D. Perfect competition
3	In which year international monetary fund was established	A. 1941 B. 1944 C. 1945 D. 1947
4	Comparative cost theory was presented by	A. Marshall B. Ricardo C. Hecksher D. Ohlin
5	Which economist explained the absolute difference of cost of two good between two countries	A. Malthus B. Adam Smith C. Ricardo D. J.S Mill
6	In case of international trade, trade restrictions are usually	A. Limited B. More C. Too much D. None of three
7	When there is inflation attached with high unemployment level, it is called ?	A. Stagflation B. Hyper inflation C. Demand pull inflation D. Cost push inflation
8	The term "inflation" means:	A. Rapid increase in price level B. Decrease in price level C. General increase in price level D. Both a and c
9	Foreign exchange is used in	A. Local trade B. Regional trade C. Domestic trade D. International trade
10	Factors of production are more mobile	A. In international trade B. In the country C. In both D. In none
11	If the face value of a coin is equal to the value of metal used in:	A. Legal money B. Token money C. Standard money D. Both b and c
12	"Money is what money does" is the statements of:	A. Robbins B. Marshall C. Hicks D. Keynes
13	Because of devaluation of currency of a country, its exports	A. Decrease B. Increase C. Remains constant D. Go on changing
14	The relation between quantity of money and value of money is:	A. Positive B. Negative C. Direct D. Inverse
15	In order to improve the balance of payment the foremost try is to increase	A. Imports B. Exports C. Production D. Savings

16	In balance of payment are included	A. Visible items B. Invisible items C. Visible and invisible items D. Material items
17	Advantages of international trade are	A. One B. Two C. Three D. Many
18	Cheque is which kind of money:	A. Credit money B. Paper money C. Standard money D. Legal money
19	Quantity theory of money was criticized by:	A. Marshall B. Sameulson C. Keynes D. Both b and c
20	Which one of the following is included in balance of trade	A. Visible goods B. Invisible goods C. Visible & invisible goods D. All the three
