

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

Sr	Questions	Answers Choice
1	Difficulties in barter system:	A. Lack of double coincidence of wants B. Lack of storing value C. Lack of common measure of value D. All of these
2	Comparative cost theory was presented by	A. Marshall B. Ricardo C. Hecksher D. Ohlin
3	International Monetary fund is	A. Local B. Regional C. National D. International
4	When general price level increases due to increase in cost of production, it is known as ?	A. Stagflation B. Hyper inflation C. Demand pull inflation D. Cost push inflation
5	In comparative cost or comparative advantage theory, ratio is	A. 1x1 one good one country B. 2x2 two goods two countries C. 1x2 one good two countries D. 2x1 two goods one country
6	According to classical theory of international trade, a country imports those goods from the other country which	A. Are durable B. Are standardised C. Are produced comparatively at high cost D. Are not produced in that country
7	Factors of production are more mobile	A. In international trade B. In the country C. In both D. In none
8	Balance of payment of a country is favourable when its	A. Receipts are more than payments B. Receipts are less than payments C. Receipts are equal to payments D. None of three
9	"Money is what money does" is the statements of:	A. Robbins B. Marshall C. Hicks D. Keynes
10	Cheque is which kind of money:	A. Credit money B. Paper money C. Standard money D. Legal money
11	Balance of payment of a country in unfavourable when its	A. Receipts are more than payments B. Receipts are less than payments C. Receipts are equal to payments D. None of three
12	Deflation means:	A. Rapid increase in price level B. General decrease in price level C. General increase in price level D. Both a and c
13	One of the following is not disadvantage of international trade	A. Dependence on production of limited goods B. Supply of goods injurious to health C. Bitter pill for political freedom D. Development of civilization & culture
14	The systematic record of visible and invisible exports and imports of a country in one year is called	A. Balance of trade B. Balance of payment C. External balance D. Internal balance

15	Quantity theory of money was criticized by:	A. Marshall B. Sameulson C. Keynes D. Both b and c
16	If the face value of a coin is greater than the value of metal used in:	A. Legal money B. Token money C. Standard money D. Both b and c
17	Recent international depression was appeared in:	A. 1936 B. 1990 C. 2005 D. 2008
18	Balance of payments is annual statistical record of	A. Visible goods B. Invisible goods C. Foreign loans D. Visible and invisible goods
19	In between how many countries international trade takes place under comparative cost theory	A. Two B. Three C. Four D. Many
20	In which year international monetary fund was established	A. 1941 B. 1944 C. 1945 D. 1947