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

Sr	Questions	Answers Choice
1	The most appropriate definition of money was given by:	A. F.A.Walker B. Keynes C. Pigou D. Crowther
2	One of the following is not advantage of international trade	A. Provision of necessities of life B. Imperfections of market C. Provision of medicines & machinery D. Provision of necessities of defence
3	" International balance of payment is all that transaction for which either foreign exchange is spent or received." This definition is stated by	A. Prof. Marshal B. Prof.Samuelson C. Prof. Ricardo D. Prof. Hicks
4	A system where the goods are exchange with goods is known as:	A. Monetary system B. Barter System C. Coins system D. Goods system
5	Recent international depression was appeared in:	A. 1936 B. 1990 C. 2005 D. 2008
6	In which year international monetary fund was established	A. 1941 B. 1944 C. 1945 D. 1947
7	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
8	The relation between quantity of money and price is:	A. Positive B. Negative C. Direct D. Inverse
9	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
10	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
11	In between how many countries international trade takes place under comparative cost theory	A. Two B. Three C. Four D. Many
12	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
13	A system where the goods are exchanged with money is known as:	A. Monetary system B. Barter system C. Coins system D. Modified system
14	In case of international trade, trade restrictions are usually	A. Limited B. More C. Too much D. None of three
15	Because of devaluation of currency of a country, its exports	A. Decrease B. Increase C. Remains constant

		D. Go on changing
16	One of the following is not included in the methods of removing deficit in balance of payments of a country	A. Increase in exports B. Increase in imports C. Devaluation of currency D. Decrease in the quantity of money
17	Quantity theory of money was introduced by:	A. Fisher B. Marshall C. Crowther D. J.S Mill
18	Foreign exchange is used in	A. Local trade B. Regional trade C. Domestic trade D. International trade
19	International Monetary fund is	A. Local B. Regional C. National D. International
20	Balance of visible goods of a country mean	A. Quantity of imports & exports B. Value of imports & exports C. Value of imported & exported goods and services D. Value of imported & exported services