

## Principles of Economics Icom Part 1 English Medium Chapter 13 Online Test

Sr	Questions	Answers Choice
1	"The study of nature and principles of government expenditures and revenue is called public finance" This definition is stated by	A. Bastable B. Armitage Smith C. Ricardo D. Robbins
2	The salient features of trade cycle are:	A. National in nature B. International in nature C. Domestic in nature D. All of these
3	If a person does not pay the amount of the tax from his own pocket on whom it is levied rather shifts its burden on some other person, then it is called	A. Direct tax B. Indirect tax C. Proportional tax D. Progressive tax
4	Surplus budget for the government is considered	A. Useful B. Harmful C. Useful & harmful D. None of three
5	Zakat means	A. Growth B. Purification C. Tax D. Both 1st and 2nd
6	If everybody pays tax according to his financial position, it is said	A. canon of convenience B. canon of Equality C. canon of Economy D. canon of simplicity
7	Zakat is part of the present income	A. 20th B. 30th C. 40th D. 50th
8	Zakat can not be given	A. to get slaves free B. To the collection of zakat C. For the construction of Mosque D. The converts
9	The ratio of change in income to change in investment is known as:	A. Multiplier B. Accelerator C. MEC D. Both a and b
10	Public finance and private finance are of each other	A. Opposite B. Synonymous C. Similar & different D. None of three
11	If income of government is more than its expenditures, then it is a	A. Surplus budget B. Deficit budget C. Development budget D. Balanced budget
12	The tax whose burden can be shifted to the customers, is called	A. Proportional tax B. Progressive tax C. Direct tax D. Indirect tax
13	During boom, a government prepares budget which is	A. Balanced B. Surplus C. Deficit D. Unbalanced
14	The ratio of change in investment to change in income is known as:	A. Multiplier B. Accelerator C. MEC D. Both a and b
15	Which one of the following stated the canons of taxation first	A. Adam Smith B. Marshall C. Robbins D. Keynes

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16	Which one of the following public expenditures is related to transport	A. Police B. Defence C. Railway D. Public education
17	Private individuals can get loan from	A. Their relatives, friends and domestic financial institutions B. Foreign financial agencies C. Foreign government D. International financial institutions
18	Phases of trade cycle are:	A. Three B. Four C. Five D. Six
19	Over investment and over saving theory was given by:	A. Joseph Schumpeter B. Habson Foster C. Jevons D. Hawtray
20	Number of beneficiaries of Zakat is stated in the holy Quran	A. Five B. Seven C. Eight D. Nine

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