

ICS Part 2 Economics English Medium Chapter 1 Online Test

Sr	Questions	Answers Choice
1	Per capita Incom is.	A. Income per worker B. Incomeper hea C. Income per household D. Income per industrial unit
2	GNP includes	A. A Loan from a bankB. A loan from one's parentsC. A brokers commissionD. Gilfts and donations
3	Which statment is true	A. NNP =GNP- Deprection B. NNP =N1 C. NNP = DPI D. NNP = GNP + Depreciation
4	It would increase the Ivel of national income.	 A. An increase in taxation B. A reduction in governmet spending C. An increase in exports D. Students scholarships
5	When National income is estimated by expenditue method we include.	A. All govt expenditure B. All houseolds expenditure C. All of the above D. All expenditure of the business sector
6	Gross nationa product includes	A. A loan from one's parentsB. A loan from a domestic bankC. A loan from other countriesD. None of theabove
7	Transfer payments means.	A. Bank loans B. The payment without work C. Payments made to all factors of production D. Tax payments
8	Undisributed proits are considered.	A. Income enrned but not received B. Income eearned and received C. Income received but not earned D. None of the above
9	Which of the following would NOT be included in GNP	A. Govt. Transfer payments B. Got. Purchase of an air plane C. Payment for construction of highway D. Salary paid for the presidents secretary
10	If we include it. national income will be over estimated	A. Transfer payment B. Income from abroad C. Illegal income D. Exports
11	The four factor payments are.	A. Money, Capital, salaries, and income B. Wages, rent internest and profts C. Money, power, Prices, and wwalth D. Wags, intrest, salareis, and taxes.
12	Total value fo all final goods and services produced annually by a country.	A. NNP B. GNP C. GDP D. NI
13	National Income = Ntional Expenditure is an	A. Equation B. Identity C. Function D. None
14	Which of the followign is not included in personali income	A. Social security benefitsB. Dividend paymentsC. Undistributed corporate profits

		D. Interest received from of saving certificates
15	Net investment is	A. Gross investment minus household investment B. Gross investment minus govt. investment C. Gross investment minus capital consumption allowance D. None of the above
16	A TV set purchased from a retail store is an example of.	A. Final goodsB. Surplus goodsC. Capital goodsD. Intermediate goods
17	National income is a measure of	A. The zise of government revenue B. Payments made to facor of production C. Production f goods per day D. Total working hours
18	National Income is.	A. Total Income earned in producing the national product B. All taxes plus govt. spending C. Sum of personal income and saving D. NNP minus the capital consumption allowance
19	In circular flow model	A. Govt. owns productive resources B. Firms own productive resources C. Households own productive resorces D. Rent of land is not included
20	If indirect taxes are deducted from NNP and subsidies are added. we achieve	A. Personla savings B. DPI C. National Income D. Percapita inocme