

## ICS Part 2 Economics English Medium Chapter 1 Online Test

Sr	Questions	Answers Choice
1	GNP includes	A. A Loan from a bank B. A loan from one's parents C. A brokers commission D. Gifts and donations
2	In calculating national income which one will NOT be included.	A. Exports B. Old age pensions C. Wages of lecturer D. Undistributed profit by firms
3	In erms of national income accounts, multiple counting efers to.	A. The addition to GNP of multiple units of a good B. Counting curently producedgoods more than once C. The inclusion in GNP of gross spending and taxes D. Counting both goods and services
4	A TV set purchased from a retail store is an example of.	A. Final goods B. Surplus goods C. Capital goods D. Intermediate goods
5	Direct taxes are not included in	A. DPI B. PI C. NNIP D. a and c above
6	If indirect taxes are deducted from NNIP and subsidies are added. we achieve	A. Personla savings B. DPI C. National Income D. Percapita income
7	Which of the followign is not included in personali income	A. Social security benefits B. Dividend payments C. Undistributed corporate profits D. Interest received from of saving certificates
8	Which is a flow concept.	A. Number of my shirts B. My montly income C. My total wealth D. Money Supply
9	In economics one of more persons living in a joint family are called a	A. Community B. Social gathering C. Super family D. Household
10	If we deduct direct tax from personal income we get.	A. Net National income B. Disposable income C. Personal saving D. Per capital income
11	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
12	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
13	Personal income includes.	A. Direct taxes B. Indirect taxes C. Depreciation D. None of the above
14	It is transfer payment	A. Payment o college tuition B. A social securiy payment C. Payment for a leased car

		D. Interest paid for a bank loan
15	PI is equivalent to	A. DPI Minus personal taxes B. DIP Plus unearned receipts C. DPI Minus income earned but not received D. NI plus unearned receipts minus personal taxes
16	It is avoided to make correct estimate of national income.	A. Free services B. Double counting C. Export earnings D. All of the above
17	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
18	It is considered as investment	A. Construction of a house B. Purchase of an old house C. Salaries of college professors D. a and b above
19	The largest type of income in the Pakistan is	A. Compensation of employees B. Proprietors income C. Rental income D. Corporate profits
20	If saving exceed investment then	A. National income rises B. National income falls C. National income is not affected D. None of the above