ICS Part 2 Economics English Medium Chapter 1 Online Test

Sr	Questions	Answers Choice
1	Corporae tax is levied on	A. Landdlords B. Inporters C. Big companies D. Municipal corporations
2	GNP is	A. Total Sales in the economy B. Total monetary transactions in an economy C. Sum of market values of all goods and services prodcued in an economy D. Totla spending in an economy
3	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
4	It is avoided to make correct estimate of national income.	A. Free services B. Double counting C. Export earnings D. All of the above
5	Investment spending included the purchase of.	A. Lottery coupon B. Prize Bond C. Residential construction D. all of the above
6	The largest part of national income goes to	A. Consumption B. Investment C. Saving D. Transfer payment
7	Transfer payments are not included in national income becaues.	A. Such payments are made to persons livnig abroad B. Double counting would result C. They are illegal D. There is no method to account for these
8	GNP includes	A. A Loan from a bank B. A loan from one's parents C. A brokers commission D. Gilfts and donations
9	Total value fo all final goods and services produced annually by a country.	A. NNP B. GNP C. GDP D. NI
10	Transfer payments include.	A. Daily wages, pensions B. Pensions Zakat C. Taxes, pocket money D. Zakat , taxes
11	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
12	Transfer payments means.	A. Bank loans B. The payment without work C. Payments made to all factors of production D. Tax payments
13	Which statment is true	A. NNP =GNP- Deprection B. NNP =N1 C. NNP = DPI D. NNP = GNP + Depreciation

14	Circular flow of income links	A. Income expenditure B. Govt taxes govt expenditure C. Exports ,imports D. Saving and investment
15	We measure natonalincome by this method.	A. Expenditure method B. Income method C. Product method D. As of the above
16	Country is poor if it has.	A. Less production of gods per capita B. Less amount of gold C. Less amout of foreign currency D. Less exports
17	The goods which arw used directly by the people are called.	A. Consumer goods B. Capital good C. Direct good D. None
18	The have a functional relation	A. Consumption and national income B. Consumption and saving C. Consumption and investment D. All of the above
19	A TV set purchased from a retail store is an example of.	A. Final goods B. Surplus goods C. Capital goods D. Intermediate goods
20	If we include it. national income will be over estimated	A. Transfer payment B. Income from abroad C. Illegal income D. Exports