

ICS Part 2 Economics English Medium Chapter 1 Online Test

Sr	Questions	Answers Choice
1	It is considered as transfer payments	A. Salaries of govet employees B. Bonus of bank employees C. Inemployment allowance paid by govt D. Free medical are to offers.
2	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
3	Personal income includes.	A. Direct taxes B. Indirect taxes C. Depreciation D. None of the above
4	If we deduct direct tax from personal income we get.	A. Net National income B. Disposable income C. Personal saving D. Per capital income
5	Total value of allfinal goods andservices produced annually by a country.	A. NNP B. GNP C. GDP D. NI
6	Transfer payments means.	A. Bank loans B. The payment without work C. Payments made to all factors of production D. Tax payments
7	Per capita Incom is.	A. Income per worker B. Incomeper hea C. Income per household D. Income per industrial unit
8	The four factor payments are.	A. Money, Capital, salaries, and income B. Wages, rent intrest and profits C. Money, power, Prices, and wwaith D. Wags, intrest, salareis, andtaxes.
9	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
10	Which is a flow concept.	A. Number of my shirts B. My montly income C. My total wealth D. Money Supply
11	The largest type fo in come in the Pakistan is	A. Compensation of employees B. Propretors income C. Rental income D. Corporate profits
12	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
13	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
14	If we include it. national income will be over estimated	A. Transfer payment B. Income from abroad C. Illegal income D. Exports

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	Govt. transfer payment include	A. Social security benefits B. Welfare benefits C. Student scholarships D. All of the above
17	If government increases taxes private savings.	A. Increase B. Decrease C. Do not change D. Will become zero
18	In circular flow model	A. Govt. owns productive resources B. Firms own productive resources C. Households own productive resources D. Rent of land is not included
19	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
20	The largest part of national income goes to	A. Consumption B. Investment C. Saving D. Transfer payment