

ICS Part 2 Economics English Medium Chapter 1 Online Test

Sr	Questions	Answers Choice
1	The goods which are used directly by the people are called.	A. Consumer goods B. Capital good C. Direct good D. None
2	Which statement is true	A. $NNP = GNP - Depreciation$ B. $NNP = NI$ C. $NNP = DPI$ D. $NNP = GNP + Depreciation$
3	We measure national income by this method.	A. Expenditure method B. Income method C. Product method D. As of the above
4	If saving exceed investment then	A. National income rises B. National income falls C. National income is not affected D. None of the above
5	National income is a measure of	A. The size of government revenue B. Payments made to factor of production C. Production of goods per day D. Total working hours
6	Gross national product includes	A. A loan from one's parents B. A loan from a domestic bank C. A loan from other countries D. None of the above
7	Market value of all final goods and services produced in a country during a year is definition	A. GNP B. NNP C. NI D. Consumption
8	The four factor payments are.	A. Money, Capital, salaries, and income B. Wages, rent interest and profits C. Money, power, Prices, and wealth D. Wages, interest, salaries, and taxes.
9	Country is poor if it has.	A. Less production of goods per capita B. Less amount of gold C. Less amount of foreign currency D. Less exports
10	Personal income includes.	A. Direct taxes B. Indirect taxes C. Depreciation D. None of the above
11	Direct taxes are not included in	A. DPI B. PI C. NNP D. a and c above
12	Which is the largest figure	A. NNP B. GNP C. DPI D. PI
13	There are methods of measuring national income	A. 5 B. 4 C. 2 D. 3
14	It would increase the level of national income.	A. An increase in taxation B. A reduction in government spending C. An increase in exports D. Students scholarships
15	Govt transfer payment include	A. Social security benefits B. Welfare benefits

15	Govt transfer payment include	C. Student scholarships D. All of the above
16	The largest type of income in the Pakistan is	A. Compensation of employees B. Proprietors income C. Rental income D. Corporate profits
17	In economics one of more persons living in a joint family are called a	A. Community B. Social gathering C. Super family D. Household
18	Consumption spending does NOT include.	A. Household's purchases of clothes B. Household's purchase of a car C. Household's payment of rent for an apartment D. Household's purchase of shares of a business corporation
19	The largest type of income in the Pakistan is	A. Compensation of employees B. Rental income C. Proprietors income D. Corporate profits
20	When National income is estimated by expenditure method we include.	A. All govt expenditure B. All households expenditure C. All of the above D. All expenditure of the business sector