

ICS Part 2 Economics English Medium Chapter 2 Online Test

Sr	Questions	Answers Choice
1	In equilibrium of nationalincome.	A. S > I B. S = C. S < I D. All are true
2	Consumption is a function of.	A. Saving B. Investment C. Income D. Expenditure
3	Marginal propensity to consume MPC is.	A. Total income spent on consumption B. Ratio of additionalincome consumed C. Ratio of total income consumed D. Consumption divided by saving
4	Aggregate demand means.	A. Aggregate savingB. Aggregate IncomeC. Aggregate investmentD. Aggregate expenditure
5	GDP atconstnat prices, calculated according to some base year is called.	A. acutal GDP B. Real GDP C. Net GDP D. Nominal GDP
6	Which of the following is a withdrawal from the circular flow of income stream.	A. Taxation B. Consumption C. Subsides D. Investment
7	Which shows equilibrium of national income	 A. Consumption = investment B. Saving = investment C. Saving > investment D. Saving < investment
8	If money supply in a country decreses	A. Price will rise B. Price will fall C. Rate of intrese falls D. B and C of above
9	National income equals.	A. c+ l+g B. c-i-g C. c-s-g D. c+s+g
10	MPC is always.	A. Positive B. Negative C. Zero D. More then APC
11	If C = 200 and I = 40 then Y will equal	A. 160 B. 240 C. 8000 D. None of the above
12	This wil cause anincrease in national income	A. Rise in exports B. Fall in consumer spending C. Rise in imports D. Increase in saving
13	Equilibrium of national income will be when	A. S >I B. S &It I C. S = I D. S - 1
14	Which one is investment in economics	A. Building a factory B. Buyig shares in stock exchange C. Depositing money in bank D. Deposting money wiht housing society
15	This will cause decrease in natioal income	A. Rise in exports B. Rise in saving

	THE THE GARDE GOOD ACTION HEALTH HOUSE.	C. Increas in taxese D. B and C above
16	Which of the following would increase national income.	A. Increase in taxation B. incerese in savings C. Increase in govt spending D. Decrease in consumption spending