

ICS Part 2 Economics English Medium Chapter 3 Online Test

Sr	Questions	Answers Choice
1	Which is the characteristic of good money	A. Has good design B. Has high value C. Has a fixed value in gold D. Is readily accepted by people
2	Barter means.	A. Trade through metallic money only B. Trade of goods only excluding services C. Trade without use of money D. Trade of low value goods only
3	Quantity of money has relation with value of money	A. Direct B. Indirect C. Inverse D. No relation
4	In the equation $MV = PY$, V represents	A. Value of money B. Velocity of circulation of money C. Variation of national income D. All of the above
5	Cash can NOT be directly drawn from a bank against	A. Cross Cheque B. Order cheque C. Bearer cheque D. Traveller cheque
6	Speculative demand for money depends upon	A. Income B. Investment C. Rate of Interest D. Central bank
7	This is a characteristic of good money	A. High intrinsic value B. General acceptability C. Attractive design D. Easy to duplicate
8	Rupee is a coin	A. Full value B. Token money C. Credit money D. Convertible
9	Cross cheque has two lines drawn on	A. Right side upper corner B. Left side upper corner C. Right side lower corner D. In the Centre
10	The most important feature of money	A. General acceptability B. Store of value C. Convertibility into gold D. Medium of exchange
11	It is included in kind of money	A. Legal money B. Credit money C. Token money D. All of the above
12	It is the medium of exchange	A. Black money B. Currency C. Near money D. Foreign exchange
13	Which is money	A. Cheque B. Credit card C. Currency D. Prize Bond
14	Commercial Bank create	A. Credit money B. Token money C. Legal Money D. Do not create money
15	This is a characteristic of good money	A. High intrinsic value B. Liquidity C. Attractive design D. Easy to duplicate

D. Easy to duplicate

16 In the equation $MV = PY$ represents

- A. Money supply
- B. Money Demand
- C. Maximum output
- D. Minimum Optput

17 Convert money means.

- A. It can buy goods
- B. Govt. give gold against
- C. Illegal money
- D. Low value money

18 According to Keynes motives for holding money are.

- A. Two
- B. Three
- C. Four
- D. Five

19 Government securities.

- A. MeanCurrency
- B. Are near money
- C. Are bought and sold on stock exchange market
- D. B and C of above

20 Paper money in Pakistan is

- A. Inconvertible
- B. Convertible
- C. Linked to gold
- D. None of the above