

## ICS Part 2 Economics English Medium Chapter 6 Online Test

Sr	Questions	Answers Choice
1	The Government can collect funds from	A. Taxes B. Fees C. Prices of public goods D. All the three
2	In Pakistan government budget is prepared by	A. National Assembly B. President of Pakistan C. Ministry of Finance D. State Bank of Pakistan
3	Which of the following tax is best example of ability to pay principle of taxes	A. excise tax on cigarettes B. Highway tolltax C. Personal income tax D. Proportional sales tax
4	Which source a private company cannot use?	A. A Bank loan B. Tax C. Selling new shares in stock exchange D. Detail finance
5	Govt. prepares its budget	A. Weekly B. Monthly C. Quarterly D. Annually
6	The most important source of income of a government is.	A. Foreign loans B. Printing of New money C. Sale of government property D. Taxes
7	Progressive taxes	A. Increase government revenue B. Bring equality in distribution of incomes C. Act as penalty for rich people D. a and b of above
8	Govt. taxation and spending policies are called.	A. Fiscal policy B. Monetary policy C. Commercial policy D. Finance policy
9	In Pakistan, taxes are levied by	A. Prime Minister of Pakistan B. President of Pakistan C. Federal cabinet of ministers D. National Assembly
10	In Pakistan Income tax is	A. Progressive tax B. Regressive tax C. Proportional tax D. Fixed tax
11	It is direct tax	A. Excise tax B. Sales tax C. Income tax D. Custom duty
12	This is not a Principle of taxation	A. Principle of equality B. Principle of secrecy C. Principle of adequacy D. Principle of convenience
13	Govt. taxation and spending policies are called.	A. Fiscal policy B. Public policy C. Monetary Policy D. Economic policy
14	Progressive taxes	A. Are harmful for the economy B. Bring equality in distribution of income C. Compel rich people to be honest D. Decrease evasion of taxes
15	Government finance is called	A. National finance B. Public finance

15 Government finance is raised:

- C. Private finance
- D. a and b above

16 The most important source of income of a government is.

- A. Foreign loans
- B. Taxes
- C. Printing of new money
- D. Sale of government property

17 Which one of the NOT a principle of taxation

- A. Principle of equality
- B. Principle of morality
- C. Principle of certainty
- D. Principle of diversity

18 Taxes on commodities are

- A. Direct taxes
- B. Indirect Taxes
- C. Progressive taxes
- D. Proportional taxes

19 Whom of the following propounded principles of taxation

- A. Keynes
- B. Adam Smith
- C. Marshall
- D. Ghazali

20 One of the following is NOT a feature of private finance.

- A. Balancing of income and expenditure
- B. Secrecy
- C. Publicity
- D. Saving some part of income