

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

Sr	Questions	Answers Choice
1	Which of the followign tax is best example of ability to pay principle of taxes	A. excise tax on cigaratettes B. Highway tolltax C. Personal income tax D. Proportional sales tax
2	This is not a Principal of taxation	A. Principal of equality B. Pricipal of secrecy C. Principal of adequacy D. Principal of convenience
3	Taxes on commodities are	A. Direct taxes B. Indirect Taxes C. Progressive taxes D. Propotional taxes
4	Prograssive taxes	A. Are harmful for the economy B. Bring equality in distributio of income C. Compel rich people to be honest D. Decrease evasion of taxes
5	Which source a private company cannot use?	A. A Bank loan B. Tax C. Selling new shares in stock exchange D. Detail finance
6	The most important source of income of a goernemnt is.	A. Foreign loans B. Taxes C. Printing of new money D. Sale of governemnt property
7	Govt. taxatio and spending policieis are called.	A. Fiscal policy B. Monetary policy C. Commercial policy D. Finance policy
8	Progressive taxes	A. Incereasegovernemnt revenue B. Bring equality in distributio nof incomes C. Act as panality for rich people D. a and b of above
9	Oneof he following is NOT a feature of private finance.	A. Balancing of incoem and expenditure B. Secrecy C. Publicity D. Saving some part of income
10	In Pakistan Income tax is	A. Progressive tax B. Regressive tax C. Proportional tax D. Fixed tax
11	InPakistan government budget is prepared by	A. National Assembly B. Presidnet of Pakistan C. Ministry of Finance D. State Bank of Pakistan
12	The Government can colect funds from	A. Taxes B. Fees C. Prices of public goods D. All the three
13	Governmet finance is called.	A. National finance B. Public finance C. Private finance D. a and b above
14	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

15	Whom of the following propounded principles of taxation	A. Keynes B. Adam Smith C. Marshall D. Ghazali
16	It is direct tax	A. Excise tax B. Sales tax C. Income tax D. Custom duty
17	In Pakistan, taxes are levied by	A. Prime Minister of Pakistan B. President of Pakistan C. Federal cabinet of ministers D. National Assembly
18	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
19	Govt. prepares its budget	A. Weekly B. Monthly C. Quarterly D. Annually
20	Govt. taxing and spending policies are called.	A. Fiscal policy B. Public policy C. Monetary Policy D. Economic policy