

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

Sr	Questions	Answers Choice
1	InPakistan government budget is prepared by	<ul><li>A. National Assembly</li><li>B. Presidnet of Pakistan</li><li>C. Ministry of Finance</li><li>D. State Bank of Pakistan</li></ul>
2	Which one of the NOT a principle of taxation	<ul><li>A. Principle of equality</li><li>B. Pricniple of morality</li><li>C. Principle of certainty</li><li>D. Principle of diversity</li></ul>
3	It is direct tax	A. Excise tax B. Sales tax C. Income tax D. Custom duty
4	Govt. prepares its budget	A. Weekly B. Montly C. Quarterly D. Annually
5	The most important source of income of a goernemnt is.	<ul><li>A. Foreign loans</li><li>B. Taxes</li><li>C. Printing of new money</li><li>D. Sale of governemnt property</li></ul>
6	Govt. taxatio and spending policieis are called.	A. Fiscal policy B. Monetary policy C. Commercial policy D. Finance policy
7	The Government can colect funds from	A. Taxes B. Fees C. Prices of public goods D. All the three
8	Governmet finance is called.	<ul><li>A. National finance</li><li>B. Public finance</li><li>C. Private finance</li><li>D. a and b above</li></ul>
9	Which source a private company cannot use?	A. A Bank loan B. Tax C. Selling new shares in stock exchange D. Detail finance
10	Which of the followign tax is best example of ability to pay principle of taxes	<ul><li>A. excise tax on cigratettes</li><li>B. Highway tolltax</li><li>C. Personal income tax</li><li>D. Proportional sales tax</li></ul>
11	Prograssive taxes	<ul> <li>A. Are harmful for the economy</li> <li>B. Bring equality in distributio of income</li> <li>C. Compel rich people to be honest</li> <li>D. Decrease evasion of taxes</li> </ul>
12	In Pakistan, taxes are leived by	A. Prime Minister of Pakistan B. President of Pakistan C. Federal cabinet of ministers D. National Assembly
13	Govt.taxing and spending policies are called.	A. Fiscal policy B. Public policy C. Monetary Policy D. Economic policy
14	Progressive taxes	<ul> <li>A. Incereasegovernemnt revenue</li> <li>B. Bring equality in distributio nof incomes</li> <li>C. Act as panality for rich people</li> <li>D. a and b of above</li> </ul>
15	This is not a Principal of taxation	A. Principal of equality B. Pricipal of secracy

	The letter thropal of taradell	C. Principal of adequacy D. Principal of convenience
16	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
17	Taxes on commodities are	A. Direct taxes B. Indirect Taxes C. Progressive taxes D. Propotional taxes
18	In Pakistan Income tax is	A. Progressive tax B. Regressive tax C. Proportional tax D. Fixed tax
19	The most important source of income of a government is.	<ul><li>A. Foreign loans</li><li>B. Printing of New money</li><li>C. Sale of government property</li><li>D. Taxes</li></ul>
20	Whom of the followng propounded principles of taxation	A. Keynes B. Adam Smith C. Marshall D. Ghazali