

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

Sr	Questions	Answers Choice
1	It is direct tax	A. Excise tax B. Sales tax C. Income tax D. Custom duty
2	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
3	Government finance is called.	A. National finance B. Public finance C. Private finance D. a and b above
4	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
5	Which of the following tax is best example of ability to pay principle of taxes	A. excise tax on cigarettes B. Highway toll tax C. Personal income tax D. Proportional sales tax
6	This is not a Principle of taxation	A. Principle of equality B. Principle of secrecy C. Principle of adequacy D. Principle of convenience
7	In Pakistan Income tax is	A. Progressive tax B. Regressive tax C. Proportional tax D. Fixed tax
8	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
9	In Pakistan government budget is prepared by	A. National Assembly B. President of Pakistan C. Ministry of Finance D. State Bank of Pakistan
10	Which source a private company cannot use?	A. A Bank loan B. Tax C. Selling new shares in stock exchange D. Detail finance
11	Govt. prepares its budget	A. Weekly B. Monthly C. Quarterly D. Annually
12	Whom of the following propounded principles of taxation	A. Keynes B. Adam Smith C. Marshall D. Ghazali
13	The Government can collect funds from	A. Taxes B. Fees C. Prices of public goods D. All the three
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	The most important source of income of a government is	A. Foreign loans B. Taxes

15	The most important source of income of a government is.	C. Printing of new money D. Sale of government property
16	Taxes on commodities are	A. Direct taxes B. Indirect Taxes C. Progressive taxes D. Proportional taxes
17	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
18	In Pakistan, taxes are levied by	A. Prime Minister of Pakistan B. President of Pakistan C. Federal cabinet of ministers D. National Assembly
19	Govt. taxation and spending policies are called.	A. Fiscal policy B. Monetary policy C. Commercial policy D. Finance policy
20	Govt. taxing and spending policies are called.	A. Fiscal policy B. Public policy C. Monetary Policy D. Economic policy