

ICS Part 2 Economics English Medium Chapter 7 Online Test

Sr	Questions	Answers Choice
1	Which of the following is international trade	A. Trade between provinces B. Trade between countries C. Trade between regions D. Trade between continents
2	Pakistan Importss some goods and exports other goods primarily because of.	A. Free goods B. Comparative advantage C. Unemployment D. Self Sufficiency
3	Trade between two countries can be useful if cost ratios of goods are.	A. Equal B. Different C. Undertimed D. Decreasing
4	It Japan and Pakistan start free trade differene in wges in two counties will	A. Increase B. Decrease C. Double D. No effect
5	International trade and domestic trade fiffer because of.	A. Trade restrictions B. Immobility of factors C. Difference govt Policy D. All of the above
6	Policy of Protecton in trade	A. Facilitates trade B. Protects local producers C. Protects foreign producers D. Protects exporters
7	Ric countries have deficit in their balance of payments	A. Some times B. Never C. Atternatee years D. Always
8	Foreign Trade	A. Increases employment opportunites B. Increases international mobility of labour C. Increases competition D. All of the above
9	Pakistan is not a memembr of	A. IMF B. ECO C. OPEC D. World Bank
10	What would encourage trade between two countries.	A. Different tax system B. Frontier checks C. National currencies D. Reduce traiff
11	Govt policy about exports and imports is called.	A. Monetary policy B. Fiscal policy C. Commercial Policy D. Finance policy
12	All are advantages of oreign trade Except.	A. People get foreign exchange B. Difference in politidla system C. Difference in markets D. Difference in ideology
13	What would encorage trade between two countries.	A. Reduced tariffs B. Quality control C. Differente tax system D. Fixing import quotes
14	Theory of omparative advantages was presented.	A. Ricardo B. Adam Smith C. Hicks D. Arshad
15	Net exports equal	A. Exports x imports B. Exports + imports C. exports- imports D. Exports - imports

		D. None of the above
16	A Triff	A. Increase the volume trade B. Reduces the volume of trade C. Has no effect on volume of tradea D. a and c above
17	Foregn trade creates among countries.	A. Conficits B. Cooperation C. Hatred D. None
18	Two countries can gain from foreign trade if	A. Cost ratios are differnet B. Traiff rates are different C. Price ratios are different D. a and c above
19	Foreign Trade are	A. Benefits developed countries B. Benefits underdeveloped countires C. Benefits all countries D. Benefits democretive countries
20	In foreign trde protection policy means.	A. Restrictions on imports B. Restrictions on exports C. Restriction on transfer of foreign exchagne D. All of the above