

ICS Part 2 Economics English Medium Chapter 8 Online Test

Sr	Questions	Answers Choice
1	Which of the following compares average price of exports to average Price of imports.	A. Balance of payments B. Balance of trade C. Terms of trade D. Exchange of rate
2	Flexible exchange rate system has the advantage.	A. Automatic adjustment of balance of payments B. Easy to borrow from world bank C. Encourages exports D. None of the above
3	Balance of payments of country includes.	A. Current account B. Monetary Account C. Capital Account D. All of the above
4	Exchange rate for currencies is determined by supply and demand in system of.	A. Fixed exchange B. flexible C. Constant D. Regulated
5	IMF Means	A. International Monetary Funds B. International Money Flow C. International Money Forum D. International Monetary finance
6	If CDA gets a loan from world bank for roads it will be recorded in the balance of payments in section.	A. Capital account B. Visible balance C. Invisible balance D. Official financing
7	If TOYOTA Company establishes a factory in Pakistan this will be recorded in balance of payments in the section.	A. Capital account B. Visible balance C. Invisible balance D. Official financing
8	Balance of payment of a country has major parts.	A. 2 B. 3 C. 4 D. 5
9	A country does not trade with other countries is called an economy	A. Open B. Closed C. Independent D. None
10	IMF has given loan to Pakistan. It will improve Pakistan's	A. Current account B. Capital Account C. Overall balance of payments D. B and c above
11	It helps countries to meet deficit in balance of payments.	A. IMF B. WTO C. World Bank D. UNO
12	Pakistan exports as percentage GDP are.	A. 4% B. 8% C. 12% D. 16%
13	Final balance of the payment of a country is	A. Always balance B. Always deficit C. Always surplus D. Fluctuates
14	The receipt of payments for goods exported and imported are counted in .	A. Capital Account B. Trade Account C. Current account D. Monetary account
15	Invisible items in balance of payments include.	A. Foreign remittances B. Income from tourism C. Internet charges D. All of the above

D. All the three

16 Visible exports include

- A. Remittance
- B. Computer Hardware
- C. Computer software
- D. Transport cost

17 Exports of goods is called trade in

- A. Visible good
- B. Invisibel goods
- C. Basic goods
- D. None real goods

18 In GNP of pakistan rises. It will encourage

- A. Exports
- B. Imports
- C. Both
- D. None

19 Visible imports include.

- A. Remittance
- B. Machinery
- C. Computer Software
- D. Transport cost

20 Visible goods are recorded int his part of balance of payments account

- A. Current account
- B. Capital account
- C. Govt account
- D. Official Account