

NAT II Management Science Economy

Sr	Questions	Answers Choice
1	Which of the following is true about supply curve under monopoly?	A. It is same as the competitive market supply curve B. It is the portion of marginal cost curve where marginal costs exceed the minimum value of average variable costs C. It is the result of market power and production costs D. None of the given statements is true
2	Average revenue is equal to:	A. Price B. Total revenue C. Marginal revenue D. Average cost
3	Phases of trade cycle are:	A. One B. Three C. Two D. Four
4	When price falls supply:	A. Expands B. Contracts C. Remains zero D. Becomes fixed
5	Which of the following is TRUE for a Giffen good?	A. Its marginal utility is zero B. Its demand curve is perfectly elastic C. Its substitution effect is positive D. Its demand curve is positively sloped
6	A monopolistically competitive firm in the long run equilibrium:	A. Will make negative profit. B. Will make zero profit. C. Will make positive profit D. Any of the given are possible.
7	Which of the following large-scale items showed a negative growth of -47.97 percent during July-March 2005-06?	A. Sugar B. Vegetable Ghee C. Billets D. Cement
8	What was the growth recorded by the manufacturing sector during 2005-06?	A. 4.2 percent B. 5.5percent C. 7.3percent D. 8.6percent
9	The quality of a commodity which satisfies the human wants:	A. Usefulness B. Loss C. Utility D. Return
10	International trade has the benefits:	A. One B. Three C. Two D. Unlimited
11	Reward for capital is called:	A. Rent B. Interest C. Wages D. Profit
12	Canons of taxation describes:	A. Marshall B. Keynes C. Robbins D. Adam Smith
13	The share of the automobile group in manufacturing group in 2005-06 was:	A. 20.2 percent B. 29.7 percent C. 14.4 percent D. 16.8 percent
		A. Agricultural product B. Industrial product

14	Ushr implies on:	C. Agricultural & D. None of these
15	Real GDP is equal to:	A. Nominal GDP - Inflation B. Nominal GDP + Inflation C. Nominal GDP / Inflation D. Inflation / Nominal GDP
16	Which of the following economists came up with a theory regarding the tradeoff between unemployment and inflation?	A. A.W. Phillips B. John Maynard Keynes C. Joseph Schumpeter D. Milton Friedman
17	Income elasticity show the relationship between:	A. Income and demand B. Income and consumption C. Income and price D. Income and saving
18	In 2005-06 the real GDP growth of USA was 3.5 percent, of China 9.9 percent, Japan 2.7 percent, India 8.0 percent and of Pakistan was:	A. 6.6 percent B. 1.6 percent C. 4.6 percent D. 5.0 percent
19	The real exchange rate is defined as the:	A. Market exchange rate adjusted for prices B. Market exchange rate adjusted for interest rates C. Market exchange rate D. Exchange rate determined by the government
20	The methods of measuring elasticity of supply are:	A. Three B. Two C. Four D. Five