

NAT II Management Science Economy

Sr	Questions	Answers Choice
1	In monopoly, which of the following is NOT true?	<p>A. Products are differentiated</p> <p>B. There is freedom of entry and exit into the industry in the long run</p> <p>C. The firm is a price maker</p> <p>D. There is one main seller</p>
2	In 2005-06, bajra was grown on 438 thousand hectares and its production in thousand tons was:	<p>A. 190</p> <p>B. 221</p> <p>C. 350</p> <p>D. 475</p>
3	Personal income includes:	<p>A. Direct taxes</p> <p>B. Indirect taxes</p> <p>C. Undivided profit</p> <p>D. Both 2nd and 3rd</p>
4	National income does not include:	<p>A. Profit</p> <p>B. Wages</p> <p>C. Interest</p> <p>D. Transfer payments</p>
5	When price falls supply:	<p>A. Expands</p> <p>B. Contracts</p> <p>C. Remains zero</p> <p>D. Becomes fixed</p>
6	Who wrote "The Nature and Significance of Economics":	<p>A. Adam Smith</p> <p>B. Marshall</p> <p>C. Robbins</p> <p>D. Keynes</p>
7	If total expenditure decrease with the rise in prices elasticity of demand will be:	<p>A. Equal to unity</p> <p>B. Less than unity</p> <p>C. Greater than unity</p> <p>D. Equal to zero</p>
8	The other name of law of diminishing return is:	<p>A. Law of supply</p> <p>B. Law of diminishing marginal utility</p> <p>C. Law of demand</p> <p>D. Law of increasing cost</p>
9	In 2005-06, the percentage of total investment to GDP was:	<p>A. 8 percent</p> <p>B. 10percent</p> <p>C. 15percent</p> <p>D. 20percent</p>
10	Which sector contributed to 22 percent to GDP in Pakistan in 2005-06?	<p>A. Services</p> <p>B. Transport</p> <p>C. Mining</p> <p>D. Agriculture</p>
11	Who is responsible for profit and loss in the business:	<p>A. Capitalist</p> <p>B. Entrepreneur</p> <p>C. Labour</p> <p>D. Middleman</p>
12	What was the number of buffaloes in 2005-06?	<p>A. 12 million</p> <p>B. 28.4 million</p> <p>C. 34 million</p> <p>D. 40 million</p>
13	Inflation on prices:	<p>A. Decrease</p> <p>B. Remains constant</p> <p>C. Increase</p> <p>D. Become zero</p>
14	Real GDP is equal to:	<p>A. Nominal GDP - Inflation</p> <p>B. Nominal GDP + Inflation</p> <p>C. Nominal GDP / Inflation</p> <p>D. Inflation / Nominal GDP</p>
15	Which economist presented the Cardinal Theory of Utility:	<p>A. Marshall</p> <p>B. Canon</p> <p>C. Kroeze</p>

16	When national income is increases:	A. Standard of living increases B. Standard of living decreases C. Remains same D. Bad thing
17	Mairani Dam is being built in Balochistan Gomal Zam Dam in NWFP and Diamer Bhasha Dam in the region of:	A. Punjab B. Northern Areas C. NWFP D. Sindh
18	During 2005-06 maize was grown on an area of 982 thousand hectares and its production was:	A. 3.5 million tones B. 4.2 million tones C. 5.2 million tones D. 6.7 million tones
19	The share of agriculture in the national economy in 2005-06, was:	A. 21.6percent B. 16.2percent C. 12.8percent D. 13.4percent
20	In 2005-06, the crop area of sugarcane in thousand hectares was:	A. 540 B. 642 C. 756 D. 907
