

NAT II Management Science Economy

Sr	Questions	Answers Choice
1	To find the profit maximizing level of output, a firm finds the output level where:	<p>A. Price equals marginal cost B. Marginal revenue and average total cost C. Price equals marginal revenue D. None of the given options</p>
2	Which Economists presented the law of diminishing marginal utility:	<p>A. Robbins B. Malthus C. Adam Smith D. Marshall</p>
3	During a year aggregate value of produced goods and services of a country is called:	<p>A. Per-capita income B. Net national income C. Personal income D. Gross national product</p>
4	As more of a good is consumed, then total utility typically:	<p>A. Increases at a decreasing rate. B. Decreases as long as marginal utility is negative C. Decreases as long as marginal utility is positive D. Is negative as long as marginal utility is decreasing.</p>
5	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:	<p>A. 6.6 percent B. 1.6 percent C. 4.6 percent D. 5.0 percent</p>
6	For knowing the spending capacity of the household sector, we have to use the concept of:	<p>A. National income B. Personal income C. Private income D. Personal disposable income</p>
7	When national income is increases:	<p>A. Standard of living increases B. Standard of living decreases C. Remains same D. Bad thing</p>
8	Mairani Dam is being built in Balochistan Gomal Zam Dam in NWFP and Diamer Bhasha Dam in the region of:	<p>A. Punjab B. Northern Areas C. NWFP D. Sindh</p>
9	What was the production of rice in million tons in 2005-06?	<p>A. 4.4 B. 5.5 C. 6.6 D. 7.7</p>
10	Real GDP is equal to:	<p>A. Nominal GDP - Inflation B. Nominal GDP + Inflation C. Nominal GDP / Inflation D. Inflation / Nominal GDP</p>
11	The methods of measuring elasticity of supply are:	<p>A. Three B. Two C. Four D. Five</p>
12	The growth rate of Sri-lanka in 2005-06?	<p>A. 4.4 percent B. 5.9 percent C. 1.8 percent D. 7.5 percent</p>
13	A market is said to be in equilibrium when:	<p>A. Demand equals output B. There is downward pressure on price C. The amount consumers wish to buy at the current price equals the amount producers wish to sell at that price D. All buyers are able to find sellers willing to sell to them at the current price</p>

14	Who wrote "The Nature and Significance of Economics":	A. Adam Smith B. Marshall C. Robbins D. Keynes
15	National income does not include:	A. Profit B. Wages C. Interest D. Transfer payments
16	How much amount was allocated for Prime Minister's special initiative for livestock during 2005-06 ?	A. Rs. 672 million B. Rs. 812 million C. Rs. 1,696 million D. Rs. 2,400 million
17	Name the water project to be completed in April 2009:	A. Gomal Zam Dam B. Raineer Canal C. Kachhi Canal D. Mirani Dam
18	A firm is charging a different price for each unit purchased by a consumer. This is called:	A. First-degree price discrimination B. Second-degree price discrimination C. Third-degree price discrimination D. None of the given options
19	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
20	What was the number of buffaloes in 2005-06?	A. 12 million B. 28.4 million C. 34 million D. 40 million