NAT II Management Science Economy

Sr	Questions	Answers Choice
1	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
2	In February 2006, the Avian Influenza was reported by poultry farm in:	A. Hyderabad B. Karachi C. Multan D. Charsadda
3	International trade has the benefits:	A. One B. Three C. Two D. Unlimited
4	A good for which income and quantity demanded are inversely related is known as:	A. Inferior good B. Complementary good C. Normal good D. None of the given options
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	In inflation prices:	A. Increase B. Do not change C. Decrease D. Become zero
7	Who presented the quantity theory of money:	A. Marshall B. Robbins C. Taussig D. Keynes
8	Double counting in national income refers to:	A. Counting a product more than once B. Counting a product at the final stage of output process C. Counting both as product and as factor payment D. Counting both as real goods and as money flow
9	According to law of increasing return, marginal product:	A. Increases B. Decreases C. Remains constant D. None of these
10	The price elasticity of demand measures the responsiveness of quantity demanded to:	A. Quantity demanded B. Quantity supplied C. Price D. Output
11	In 2005-06 total production of fish inland and marine in Pakistan was:	A. 5,81,000 tons B. 6,72,000 tons C. 7,44,000 tons D. 8,33,000 tons
12	The per capita income was $742 in 2004-05 but in 2005-06, rose to:	A. $ 795 B. $ 847 C. $ 880 D. $900
13	How much amount was allocated for Prime Minister's special intiative for livestock during 2005-06 ?	A. Rs. 672 million B. Rs. 812 million C. Rs. 1,696 million D. Rs. 2,400 million
		A. Expands

14	When price falls supply:	B. Contracts C. Remains zero D. Becomes fixed
15	What is deducted from GNP to find GDP:	A. Depreciation allowance B. Net income received from abroad C. Indirect as D. Transfer payments
16	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
17	Due to devaluation exports become:	A. Smaller B. Larger C. Cheaper D. Expensive
18	For knowing the spending capacity of the household sector, we have to use the concept of:	A. National income B. Personal income C. Private income D. Personal disposable income
19	A market is said to be in equilibrium when:	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
20	Inflation on prices:	A. Decrease B. Remains constant C. Increase D. Become zero