

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	Personal income includes:	A. Direct taxesB. Indirect taxesC. Undivided profitD. Both 2nd and 3rd
3	Name the water project to be completed in April 2009:	A. Gomal Zam Dam B. Rainee Canal C. Kachhi Canal D. Mirani Dam
4	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
5	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
6	The long run aggregate supply curve will shift to the right if:	A. The price level increases. B. Factors of production (such as labor and capital) increase C. Expenditures (such as consumption and net exports) increase. D. The prices of inputs used to produce goods and services (such as wages and the price of oil)descreases
7	Average revenue is equal to:	A. Price B. Total revenue C. Marginal revenue D. Average cost
8	What remains after deduction of direct taxes lions the personal income:	A. NNI B. DPI C. NDI D. GNP
9	According to law of increasing return, marginal product:	A. Increases B. Decreases C. Remains constant D. None of these
10	The Kachhi Canal water project shall be completed in:	A. September 2008B. June 2008C. April 2009D. December 2008
11	The market structure in which strategic considerations are most important is:	A. Monopolistic competition.B. Oligopoly.C. Pure competition.D. Pure monopoly.
12	Reward for capital is called:	A. Rent B. Interest C. Wages D. Profit

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13	Which sector contributed to 22 percent to GDP in Pakistan in 2005-06?	A. Services B. Transport C. Mining D. Agriculture
14	The economy gets prosperity during:	A. Recession B. Boom C. Depression D. Recovery
15	A tax on the accounting profits of corporations is known as:	A. Sales tax B. Excise tax C. Corporate income tax D. Personal income tax
16	Price floor results in:	A. All of the given optionsB. Excess supply.C. EquilibriumD. Excess demand
17	Given the amount of gross fixed investment percentage of GDP during 2005-06.	A. 14.2 percent B. 18.4 percent C. 25.0 percent D. 26.6 percent
18	The elasticity of demand of durable goods is	A. More than unity B. Equal to unity C. Less than unity D. Zero
19	Which Economists presented the law of diminishing marginal utility:	A. Robbins B. Malthus C. Adam Smith D. Marshall
20	International trade has the benefits:	A. One B. Three C. Two D. Unlimited