

NAT II Management Science Economy

Sr	Questions	Answers Choice
1	The price elasticity of demand for any good must be less than or equal to zero unless:	A. The good is a necessity. B. The good is a luxury. C. The good is a Giffen good. D. None of the given options.
2	Who criticized Prof. Robbin's definition?	A. Marshall, J.B B. Beveridge C. Clark D. Pigeou
3	In 2005-06, the crop area of sugarcane in thousand hectares was:	A. 540 B. 642 C. 756 D. 907
4	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
5	Price floor results in:	A. All of the given options B. Excess supply. C. Equilibrium D. Excess demand
6	Ushr implies on:	A. Agricultural product B. Industrial product C. Agricultural & industrial product D. None of these
7	Which economist presented the Cardinal Theory of Utility:	A. Marshall B. Canon C. Kroose D. J.B. Say
8	Who presented the quantity theory of money:	A. Marshall B. Robbins C. Taussig D. Keynes
9	The market structure in which strategic considerations are most important is:	A. Monopolistic competition. B. Oligopoly. C. Pure competition. D. Pure monopoly.
10	The quality of a good which satisfies a human want is called as:	A. Service B. Cost C. Utility D. None
11	Real GDP is equal to:	A. Nominal GDP - Inflation B. Nominal GDP + Inflation C. Nominal GDP / Inflation D. Inflation / Nominal GDP
12	"Government collects zero revenue if the tax rate is 0% and if the tax rate is 100%." Which of the following best describes this statement?	A. Consumption curve B. Supply curve C. Laffer curve D. Investment curve
13	What was the difficulty in the barter System:	A. Excess of goods B. Difference language C. Lack of co-incidence D. Difference in profession
14	A nation's balance of payments can be affected by changes in:	A. Foreign income B. The differential between domestic and foreign interest rates C. The real exchange rate D. All of the given options
15	Rent of building is included in:	A. Fixed cost B. Variable cost

		C. Marginal cost D. Selling cost
16	Due to devaluation exports become:	A. Smaller B. Larger C. Cheaper D. Expensive
17	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
18	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
19	Inflation on prices:	A. Decrease B. Remains constant C. Increase D. Become zero
20	How many methods can be used for cultivation:	A. One B. Two C. Three D. Four