

NAT II Management Science Economy

Sr	Questions	Answers Choice
1	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
2	The growth rate of Sri-lanka in 2005-06?	A. 4.4 percent B. 5.9 percent C. 1.8 percent D. 7.5 percent
3	The Diamer Bhasha Dam will be completed in :	A. 2009 B. 2010 C. 2012 D. 2015
4	Real GDP is equal to:	A. Nominal GDP - Inflation B. Nominal GDP + Inflation C. Nominal GDP / Inflation D. Inflation / Nominal GDP
5	The economy gets prosperity during:	A. Recession B. Boom C. Depression D. Recovery
6	Inflation on prices:	A. Decrease B. Remains constant C. Increase D. Become zero
7	An increase in supply is shown by:	A. Shifting the supply curve to the left B. Shifting the supply curve to the right C. Upward movement along the supply curve D. Downward movement along the supply curve
8	If total expenditure decrease with the rise in prices elasticity of demand will be:	A. Equal to unity B. Less than unity C. Greater than unity D. Equal to zero
9	For a firm buying labor competitively, the marginal input cost is equal to the:	A. Wage B. Interest rate C. Price of output D. Cost of raw materials
10	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
11	During a year aggregate value of produced goods and services of a country is called:	A. Per-capita income B. Net national income C. Personal income D. Gross national product
12	Welfare economics is the branch of economics which deals with:	A. Positive issues B. Normative issues C. Micro issues D. Macro issues
13	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
14	A monopolistically competitive firm in short run equilibrium:	A. Will make negative profit (lose money). B. Will make zero profit (break-even) C. Will make positive profit D. Any of the given are possible.

15	Which of the following is TRUE for a Giffen good?	<p>A. Its marginal utility is zero</p> <p>B. Its demand curve is perfectly elastic</p> <p>C. Its substitution effect is positive</p> <p>D. Its demand curve is positively sloped</p>
16	According to law of diminishing marginal utility, the marginal utility:	<p>A. Increases</p> <p>B. Remains constant</p> <p>C. Diminishes</p> <p>D. Negative</p>
17	As compared to existing firms, a new firm entering in monopolist market has:	<p>A. High costs</p> <p>B. Low costs</p> <p>C. Equal costs</p> <p>D. None of the given options</p>
18	In 2005-06 the growth rate of Saudi Arabia was 6.5 percent, Kuwait 8.5 percent and Bangladesh 5.8 percent. What was the growth rate of Iran?	<p>A. 4.2 percent</p> <p>B. 3.1 percent</p> <p>C. 6.7 percent</p> <p>D. 5.9 percent</p>
19	It is a Federal Tax:	<p>A. Excise duty</p> <p>B. Local Tax</p> <p>C. Property Tax</p> <p>D. None</p>
20	The aggregate supply curve is the relationship between:	<p>A. The price level and the real domestic output purchased</p> <p>B. The price level and the real domestic output produced</p> <p>C. The price level which producers are willing to accept and the price level purchasers are willing to pay.</p> <p>D. The real domestic output purchased and the real domestic output produced.</p>