

## Economics - ICom Part 2 Principles of Economics Chapter 11 Short Questions Preparation

Q1. Which public departments of Pakistan do work on business basis.

**Ans 1:** Post, telegraph, telephone.

Q2. Write five major sources of revenue of central government of Pakistan

**Ans 1:** 1- Custom duties 2- Central excise duty 3- Income tax and corporate tax

**Ans 2:** 4- Sales tax 5- Departments of post 6- Telegraph, and telephone.

Q3. What is sales tax.

**Ans 1:** The tax which is levied on the sale of goods is called sales tax.

Q4. Appropriate total tax revenue in Pakistan.

**Ans 1:** 1- Contribution of direct taxes = 31.4 %

**Ans 2:** 2- Contribution of indirect taxes 68.6 %

Q5. How are custom duties imposed.

**Ans 1:** 1- In accordance with the weight of the products

**Ans 2:** 2- In accordance with the value of the product.

Q6. What are custom duties.

**Ans 1:** The duties which are levied on the export and import of goods are called custom duties.

Q7. What is Usher.

**Ans 1:** Usher means Zakat of agricultural output which is paid by the landowners God says about usher in the Holy Quran.

**Ans 2:** "Pay the right of God on the day you harvest crop".

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Q8. Write components of public revenue.

**Ans 1:** 1- Tax Revenue 2- Non tax revenue

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Q9. What is the principles of taxation.

**Ans 1:** 1- Principle of equality 2- Principle of certainty  
3- Principle of convenience

**Ans 2:** 4- Principles of economy 5- Principle of productivity

**Ans 3:** 6- Principle of simplicity 7- Principle of elasticity 8- Principle of diversity

**Ans 4:** 9- Principle of economic development

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Q10. What meant by Zakat.

**Ans 1:** The meaning of Zakat is purification and growth Zakat purifies the wealth from which the fixed amount of Zakat is paid. The person who pays zakat his wealth grows by the blessing and favour of Allah.

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