

Economics - ICS Part 2 Economics English Medium Chapter 5 Online Short Questions Test

Q1. Write four advantages of globalisation.

Ans 1: 1- Use of better technology 2- Availability of better quality goods

Ans 2: 3- Repidness in developmental works

Ans 3: 4- Arising of atmosphere of brotherhood

Q2. What is multinational or transnational corporation.

Ans 1: A mutinational coporation or multinational enterprise or transnational cooperation is a corporation that manages production establishments or delivers services in at least two countries.

Q3. What is meant by surplus or favourable balacnce of payments.

Ans 1: If a country exports its visible and invisible goods of more value than the value of its imports of visible and invisible goods, then its balacne of payments will be surplus or favourable.

Q4. What is meant by domestic trade.

Ans 1: The trade that takes place between the individuals living in the same country is called domestic or national or internal trade.

Q5. What is meant by deficit or unfavourable balance of trade.

Ans 1: If the value of visible exports of a country is less than the value of its visible imports then its balance of trade will be deficit or unfavorable.

Q6. What is meant by international trade.

Ans 1: International trade is the trade that takes place between the inhabitants of two countries.

Q7. What is meant by balance of payments.

Ans 1: The systematic record of visible and invisible exports and imports of a country in one year is called balance of payments.

Q8. Write four advantages of WTO.

Ans 1: 1- Peaceful solution of trade differences.

Ans 2: 2- Elimination of taxes on transportation

Ans 3: 3- Guarantor of peace and Safety

Ans 4: 4- Cheap provision of Necessities of life.

Q9. Write four methods of removing deficit in balance of payment.

Ans 1: 1- Increase in export 2- Decrease in import

Ans 2: 3- Devaluation of currency 4- Decrease in the quantity of money

Q10. Write four disadvantages of WTO.

Ans 1: 1- Unfavourable economic condition

Ans 2: 2- Provision of commodities injurious to health

Ans 3: 3- Decrease in Reserves of foreign exchange

Ans 4: 4- Obstacles in the way of set up of new industries.
