

ICS Part 2 Economics English Medium Chapter 6 Online Test

Sr	Questions	Answers Choice
1	Whom of the following propounded principles of taxation	A. Keynes B. Adam Smith C. Marshall D. Ghazali
2	Taxes on commodities are	A. Direct taxes B. Indirect Taxes C. Progressive taxes D. Proportional taxes
3	Govt. prepares its budget	A. Weekly B. Monthly C. Quarterly D. Annually
4	One of the following is NOT a feature of private finance.	A. Balancing of income and expenditure B. Secrecy C. Publicity D. Saving some part of income
5	It is direct tax	A. Excise tax B. Sales tax C. Income tax D. Custom duty
6	The most important source of income of a government is.	A. Foreign loans B. Taxes C. Printing of new money D. Sale of government property
7	Progressive taxes	A. Increase government revenue B. Bring equality in distribution of incomes C. Act as penalty for rich people D. a and b of above
8	In Pakistan, taxes are levied by	A. Prime Minister of Pakistan B. President of Pakistan C. Federal cabinet of ministers D. National Assembly
9	Which of the following tax is best example of ability to pay principle of taxes	A. excise tax on cigarettes B. Highway toll tax C. Personal income tax D. Proportional sales tax
10	Govt. taxation and spending policies are called.	A. Fiscal policy B. Monetary policy C. Commercial policy D. Finance policy
11	Government finance is called.	A. National finance B. Public finance C. Private finance D. a and b above
12	The Government can collect funds from	A. Taxes B. Fees C. Prices of public goods D. All the three
13	In Pakistan government budget is prepared by	A. National Assembly B. President of Pakistan C. Ministry of Finance D. State Bank of Pakistan
14	In Pakistan Income tax is	A. Progressive tax B. Regressive tax C. Proportional tax D. Fixed tax
15	Which one of the NOT a principle of taxation	A. Principle of equality B. Principle of morality C. Principle of certainty

		D. Principle of diversity
16	Which source a private company cannot use?	A. A Bank loan B. Tax C. Selling new shares in stock exchange D. Detail finance
17	The most important source of income of a government is.	A. Foreign loans B. Printing of New money C. Sale of government property D. Taxes
18	Prograssive taxes	A. Are harmful for the economy B. Bring equality in distributio of income C. Compel rich people to be honest D. Decrease evasion of taxes
19	This is not a Principal of taxation	A. Principal of equality B. Pricipal of secracy C. Principal of adequacy D. Principal of convenience
20	Govt.taxing and spending policies are called.	A. Fiscal policy B. Public policy C. Monetary Policy D. Economic policy