

ICS Part 2 Economics English Medium Online Test

Sr	Questions	Answers Choice
1	The equation of exchange $PT = MV$ was given by	A. Fisher B. Crowther C. Kuznet D. Keynes
2	Value of circulation money means by number of times a unit of money	A. Change hands daily B. Change hand annually C. change hands montly D. Change purchasing power
3	Pursching power of money during defiation is.	A. Increased B. Reduced C. Constant D. Fluctuating
4	Cross cheque has tow lines drawn on	A. Right side upper corner B. Left side upper corner C. Right side lower corner D. In the Centre
5	It is included in kind of money	A. Legal money B. Credit money C. Taken money D. All of the above
6	This is a characeristics of good money	A. High intrincsic value B. General acceptability C. Atractive design D. Easy of duplicate
7	This is a characteristic of good money	A. High intrinsic value B. Liquidity C. Attractive design D. Easy to duplicate
8	This is NOT money	A. Currency B. Prize Bond C. Demand deposit oin a bank D. Coins
9	Which is the charactertistic of good money	A. Has good design B. Has high value C. Has a fixed value in gold D. Is readily accepted by people
10	Government securities.	A. MeanCurrency B. Are near money C. Are bought and sold on stock exchange market D. B and C of above
11	Paper money in Pakistan is	A. Inconvertible B. Convertible C. Linked to gold D. None of the above
12	Ten Rupee note is	A. Token money B. Creadit money C. Legal Money D. a and c of above
13	Barter means.	A. Trade through metallic money only B. Trade of goods only excluding services C. Trade without use of money D. Trade of low value goods only
14	Cross cheque has a cross sign in the	A. Right side upper comer B. Right side lowr comer C. It does not have cross sign D. Left side upper corner
15	According to Keynes motives for holding money are.	A. Two B. Three C. Four

D. Five

16 In the equation $MV = PY$ represents

- A. Money supply
- B. Money Demand
- C. Maximum output
- D. Minimum Optput

17 In the equation $MV = Py$. V represents

- A. Value of money
- B. Velocity of circulation of money
- C. Variation of nation income
- D. All of the above

18 If money supply in a country decreases

- A. Price will rise
- B. Price will fall
- C. Rate of intrese falls
- D. B and C of above

19 Speculative demand for money depends upon

- A. Income
- B. Investment
- C. Rate of Interest
- D. Central bank

20 This is a difficulty of barter

- A. Lack of double coincidence of wants
- B. Diffculty to produce goods at larger scale
- C. Lack of divisiblility of many goods
- D. All of the above