

## Terminology Online Test

Sr	Questions	Answers Choice
1	World Development report is issued annually by?	A. IMF B. ILO C. WHO D. World Bank
2	A movement along the demand curve may be caused by	A. A change in income B. A change in the number of buyers C. A change in advertising D. A shift in supply
3	A constitutionally recognized body is-	A. Planning Commission B. Finance commission C. Forward Commission D. Farmers Commission
4	A currency swap refer to-	A. A spot sale of currency combined with a forward repurchase of the same currency-as part of single transaction B. A forward sale of currency combined with a forward repurchase of the same currency - as part of a single transaction C. A forward sale of currency combined with a forward repurchase of the same currency in two different transactions D. All of the above
5	Hedging and speculation in forx markets-	A. Are opposite activities B. Parallel activities C. Same activities D. All of the above
6	A reduction in the money supply is likely to:	A. Reduce the interest rate B. Increase the interest rate C. Increase inflation D. Decrease deflation
7	A fall in interest rates is likely to:	A. Increase aggregate demand B. Increase savings C. Decrease consumption D. Decrease exports
8	Where is the headquarters of East African Development Bank?	A. Uganda B. South Africa C. Zambia D. Zimbabwe
9	The liquidity trap occurs when the demand for money:	A. Is perfectly interest elastic B. Is perfectly interest inelastic C. Means that an increase in money supply leads to a fall in the interest rate
10	A business owned and run by one person?	A. All of the above B. One man show C. Sole proprietorship D. That doesn't exist