

## Terminology Online Test

Sr	Questions	Answers Choice
1	Demand pull inflation may be caused by:	A. an increase in costs             B. a reduction in interest rate             C. a reduction in government spending             D. an outward shift in aggregate supply  
2	The precautionary demand for money is:	A. An idle balance             B. An active balance             C. Directly related to interest rates             D. Inversely related to income  
3	Which measure can check inflation?	A. surplus budgeting             B. Increase in Direct taxation             C. Curtailment in Public expenditure             D. All of these  
4	Profit is measured by:	A. Revenue - fixed costs             B. fixed cost + revenue             C. Revenue - sales             D. Revenue - total costs  
5	What is the effect the economy if reducing involuntary unemployment?	A. It helps the economy move on to the Helps shift the economy move on to the Production Possibility Frontier             B. Helps shift the economy's production Possibility Frontier out wards             C. Helps the economy move along its Production possibility Frontier             D. Helps the economy Frontier  
6	Which of the following is not a supply side measure?	A. increased training             B. Providing more information             C. Helping individuals to move location to find work             D. Increasing spending on existing industries  
7	What is a check representing a portion of the corporate earnings or profits called?	A. Dividend             B. proxy             C. stock             D. fringe benefits  
8	One in which people's economic affairs can take place freely but are subject to some government intervention and regulation:	A. Traditional economy             B. Command economy             C. No such thing             D. Mixed economy  
9	The driving force that encourages people and organizations to improve their material well being is called:	A. Private property             B. Big houses             C. Vacations             D. Profit motive  
10	World Economic Outlook report is issued annually by?	A. IMF             B. ILO             C. WHO             D. World Bank  