

Terminology Online Test

Sr	Questions	Answers Choice
1	An increase in national income is likely to:	A. Decrease tax receipts B. Worsen the balance of trade C. Automatically cause an increase in government spending D. Cause an increase in injections into the economy
2	Which of the following is not required while computing Gross National product (GNP)?	A. Net foreign investment B. Private investment C. Per Capital income of citizens D. Purchase of goods by government
3	Market value of all final goods and services produced in a country during a year is definition of	A. NI B. NNP C. GNP D. Consumption
4	Net investment is	A. Gross investment minus household investment B. Gross investment minus govt.investment C. Gross investment minus capital consumption allowance D. None of the above
5	If we compare GDP and GNP, then	A. $GNP = GDP - \text{net income from abroad}$ B. $GNP = GDP + \text{net income from abroad}$ C. $GNP = NNP - \text{net income from abroad}$ D. $GNP = NNP + \text{net income from abroad}$
6	If interest payment is deducted from the fiscal deficit, then the balance is-	A. Primary deficit B. Budgetary deficit C. Revenue deficit D. Monetary deficit
7	The standard of living is often measured by:	A. Real GDP per capita B. Real GDP C. Real GDP population D. Real GDP plus depreciation
8	Which property the paper money does not possess	A. Acceptability B. Divisibility C. Durability D. Portability
9	Malthusian theory of population is based on:	A. Harmonic progression of population B. Geometric progression of food production C. Arithmetic progression of population D. Geometric progression of population
10	Say's law of Markets states that:	A. Demand creates its own supply B. Supply creates its own demand C. Demand creates its own demand D. Supply creates its own supply