

Principles of Economics Icom Part 1 English Medium Chapter 9 Online Test

Sr	Questions	Answers Choice
1	Period in national income counting is	A. One year B. Two years C. Three years D. Four years
2	Which is not counted in national income	A. Interests B. transfer payments C. Profits D. Rents
3	----- is not included in gross domestic product	A. Private investment B. Income received from foreign country C. Depreciation allowance D. Govt. investment
4	----- are added in national income	A. Depreciation allowance B. Subsidies C. Indirect taxes D. Direct taxes
5	"Quantity of goods and services which is consumed during a year is called national income". This definition of national income is stated by the economist	A. Marshall B. Pigou C. Adam smith D. Fisher
6	"National income is that part of material wealth of a nation which can be measured by the scale of money" This definition of national income is stated by the economist	A. Marshall B. Pigou C. Adam smith D. Clark
7	Individual income means	A. Total of incomes received from any means by the people B. Total of incomes of entrepreneurs of the country C. Income of a particular person D. Income of a family
8	Transfer payments are included in the income	A. National income B. Gross domestic product C. Personal income D. Disposable personal income
9	Main elements of circular flow of national income are	A. People or house holds B. Firms C. House holds and firms D. Industrial lists
10	To measure national income is used	A. Product method B. Incomes of the factor method C. Expenditure method D. All the three
11	The income which a person can use according to his will is called	A. Personal income B. Disposable personal income C. Net income D. Per capita income
12	National income increases by	A. The increase in the quantity of capital goods B. The increase in the quantity of goods and services C. The increase in price of goods D. The increase in the income of entrepreneurs
13	Disposable personal income means	A. Total of incomes B. Income of an industry after fulfilling all the needs C. After paying personal taxes, income of the people who provide factors of production D. Save income of a person after the payment of the taxes

14	After subtracting depreciation allowance from gross national product is known	A. National income B. Net national product C. Personal income D. Gross domestic product
15	According to professor Ackley Gardener, amounts are included in national income	A. Wages B. Rents and interests C. Profits D. All the three