ICS Part 2 Economics English Medium Chapter 2 Online Test

Sr	Questions	Answers Choice
1	If money supply in a country decreses	A. Price will rise B. Price will fall C. Rate of intrese falls D. B and C of above
2	Equilibrium of national income will be when	A. S >I B. S < I C. S = I D. S - 1
3	This will cause decrease in natioal income.	A. Rise in exports B. Rise in saving C. Increas in taxese D. B and C above
4	MPC is always.	A. Positive B. Negative C. Zero D. More then APC
5	GDP atconstnat prices, calculated according to some base year is called.	A. acutal GDP B. Real GDP C. Net GDP D. Nominal GDP
6	National income equals.	A. c+ I+g B. c-i-g C. c-s-g D. c+s+g
7	In equilibrium of nationalincome.	A. S > I B. S = I C. S < I D. All are true
8	Aggregate demand means.	A. Aggregate saving B. Aggregate Income C. Aggregate investment D. Aggregate expenditure
9	Which of the following is a withdrawal from the circular flow of income stream.	A. Taxation B. Consumption C. Subsides D. Investment
10	Which of the following would increase national income.	A. Increase in taxation B. incerese in savings C. Increase in govt spending D. Decrease in consumption spending
11	Marginal propensity to consume MPC is.	A. Total income spent on consumption B. Ratio of additionalincome consumed C. Ratio of total income consumed D. Consumption divided by saving
12	Which one is investment in economics	A. Building a factory B. Buyig shares in stock exchange C. Depositing money in bank D. Deposting money wiht housing society
13	Consumption is a function of.	A. Saving B. Investment C. Income D. Expenditure
14	If C = 200 and I = 40 then Y will equal	A. 160 B. 240 C. 8000 D. None of the above

15	This wil cause anincrease in national income	A. Rise in exports
		B. Fall in consumer spending
		C. Rise in imports
		D. Increase in saving

16	Which shows equilibrium of national income	A. Consumption = investment
		B. Saving = investment
		C. Saving > investment
		D. Saving < investment