

## Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Phases of trade cycle are:	A. Three B. Four C. Five D. Six
2	Cheque is which kind of money:	A. Credit money B. Paper money C. Standard money D. Legal money
3	The first great depression was appeared in:	A. 1934 B. 1930 C. 1932 D. 1936
4	Recent international depression was appeared in:	A. 1936 B. 1990 C. 2005 D. 2008
5	Inflation can be controlled by:	A. Fiscal policy B. Monetary policy C. Trade policy D. Both a and b
6	When there is inflation attached with high unemployment level, it is called ?	A. Stagflation B. Hyper inflation C. Demand pull inflation D. Cost push inflation
7	When general price level increases due to increase in cost of production, it is known as ?	A. Stagflation B. Hyper inflation C. Demand pull inflation D. Cost push inflation
8	When general price level increases due to increase in aggregate demand, it is known as?	A. Stagflation B. Hyper inflation C. Demand pull inflation D. Cost push inflation
9	Deflation means:	A. Rapid increase in price level B. General decrease in price level C. General increase in price level D. Both a and c
10	The term "inflation" means:	A. Rapid increase in price level B. Decrease in price level C. General increase in price level D. Both a and c
11	Quantity theory of money was criticized by:	A. Marshall B. Sameulson C. Keynes D. Both b and c
12	The relation between quantity of money and price is:	A. Positive B. Negative C. Direct D. Inverse
13	The relation between quantity of money and value of money is:	A. Positive B. Negative C. Direct D. Inverse
14	Quantity theory of money was introduced in an equation by:	A. Fisher B. Marshall C. Crowther D. Tausigg
15	Quantity theory of money was introduced by:	A. Fisher B. Marshall C. Crowther D. J.S Mill

