

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	During depression	A. Employment increases B. Prices decrease C. Profit increases D. Prices increase
2	During boom	A. Business contracts B. Unemployment increase C. Profit decreases D. Profit increases
3	Modern theory of trade cycles is presented by	A. Prof Schumpeter B. Prof Keynes C. Prof Hawtrey D. Prof Hicks and Samuelson
4	Inflation will be useful for	A. Labourers B. Consumers C. Pensioners D. Industrialist
5	During inflation prices are	A. Zero B. Low C. Increase D. Constant
6	Net National product is equal to	A. GNP + Depreciation expenditure B. GDP + Depreciation expenditure C. GNP - Depreciation expenditure D. GDP - Depreciation expenditure
7	Which is considered as a transfer payment	A. wages B. salaries C. prices D. unemployment allowances
8	The purchasing power of money is called	A. value of money B. Medium of exchange C. quantity of money D. credit money
9	Note of 500 rupees is	A. token money B. credit money C. convertible paper money D. inconvertible paper money
10	If face value is equal to the metal value of a coin, it is called as	A. Paper money B. Token money C. Credit money D. Standard money
11	The money whose face value and intrinsic value are different	A. Token money B. Standard money C. Legal money D. Near money
12	When there is deflation, then prices	A. Increase B. Decrease C. Remain constant D. do not change
13	By which money business dealing has become easy	A. Metallic money B. Paper money C. Credit money D. Near money
14	Cheque, bill of exchange etc are	A. Metallic money B. Paper money C. Credit money D. Near money
15	Which money is not legally backed	A. Metallic money B. Paper money C. Credit money D. Near money

