

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	One of the following is not the difficulty of the barter system	A. Indivisibility of goods B. Lack of common measure of value C. Double coincidence of wants D. Lack of store of value
2	Exchange of goods with goods is called	A. Medium of exchange B. Store of exchange C. Scale of measure of exchange D. Barter system
3	Net foreign income is	A. Exports - imports B. Exports + imports C. Income received by exports D. Income received by imports
4	Transfer payment means that income	A. Which can move from one place to order place i.g. money etc. B. Which is received without labour, e.g. Zakat, gift , pension etc C. Which is received after hardwork D. Which is received by exports
5	Expenditures of repair of machines are called	A. Unproductive expenditures B. Productive expenditures C. Rewards D. Depreciation allowance
6	Disposable personal income is equal to	A. Personal income + direct taxes B. Personal income + indirect taxes C. Personal income + direct and indirect taxes D. Personal income - direct taxes
7	Transfer payments are included in	A. Gross domestic income B. National income C. Disposable personal income D. Personal income
8	If we subtract direct taxes from personal income, we get	A. Net national income B. Net domestic income C. Disposable personal income D. Personal savings
9	Method of measuring national income	A. National income=Gross national product - depreciation allowance B. National income= Net national product - Indirect costs C. National income= Net national product + subsidies D. National income= Net national product - indirect taxes + subsidies
10	One of the following is not included in net national product	A. Consumer goods B. Capital goods C. Capital formation D. Consumer goods and capital goods
11	According to Pigou national income is that part of material wealth	A. Which can be stored easily B. Which can be measured by the scale of money C. Which have volume and surrounds D. Which is exported
12	Which thing should be added in net national product to get gross national product	A. Direct taxes B. Indirect taxes C. Depreciation allowance D. Subsidies
13	Which thing of the following should be subtracted from gross national product to get net national product	A. Direct taxes B. Indirect taxes C. Depreciation allowance D. Income received from foreign country

14	national income is found by	<p>A. Subtracting depreciation allowance from gross national product</p> <p>B. Subtracting indirect taxes from net national product</p> <p>C. Adding subsidies in net national product</p> <p>D. Subtracting indirect taxes and adding subsidies in net national product</p>
15	National income means the income	<p>A. Which central government earns during a year</p> <p>B. Which provincial government earn during a year</p> <p>C. Total wealth of a country</p> <p>D. Rewards which the factors of production get during a year</p>