Principles of Economics Icom Part 1 English Medium Chapter 12 Online Test

Sr	Questions	Answers Choice
1	Which of the following is not invisible trade	A. Expenditure on education in other country B. Expenditure on imported machinery C. Expenditure of passengers traveling by air D. Expenditure of goods carried by a ship
2	The trade transaction between the individuals of different areas of a country is called	A. Local trade B. Regional trade C. Domestic trade D. International trade
3	The most appropriate definition of money was given by:	A. F.A.Walker B. Keynes C. Pigou D. Crowther
4	Cheque is which kind of money:	A. Credit money B. Paper money C. Standard money D. Legal money
5	The systematic record of visible and invisible exports and imports of a country in one year is called	A. Balance of trade B. Balance of payment C. External balance D. Internal balance
6	In balance of payment are included	A. Visible items B. Invisible items C. Visible and invisible items D. Material items
7	The first great depression was appeared in:	A. 1934 B. 1930 C. 1932 D. 1936
8	The trade that takes place between the inhabitants of two countries is called	A. Domestic trade B. International trade C. National trade D. Regional Trade
9	Balance of payment of a country is balanced when its	A. Receipts are more than payments B. Receipts are less than payments C. Receipts are equal to payments D. None of three
10	According to comparative cost theory conditions ---------- in goods and labour market exist	A. of monopoly B. of duopoly C. Monopolistic competition D. of perfect competition
11	The relation between quantity of money and price is:	A. Positive B. Negative C. Direct D. Inverse
12	The exchange of goods and services from country to country is called	A. Foreign B. National trade C. Corporate trade D. Domestic trade
13	One of the following is not included in the causes of deficit in balance of payments of a country	A. Increase in exports B. Increase in imports C. Unfavourable terms of trade D. Occurance of inflation
14	The base of international trade theory of Adam Smith is	A. Absolute advantage B. Comparative cost C. Cheaper cost D. Low cost

15	Factors of production are more mobile	A. In international trade B. In the country C. In both D. In none
16	Recent international depression was appeared in:	A. 1936 B. 1990 C. 2005 D. 2008
17	If the face value of a coin is greater than the value of metal used in:	A. Legal money B. Token money C. Standard money D. Both b and c
18	A system where the goods are exchange with goods is known as:	A. Monetary system B. Barter System C. Coins system D. Goods system
19	Comparative cost theory is also called	A. Theory of comparison cost B. Theory of specialization of cost C. Theory of balanced cost D. Theory of specialization of production
20	In order to improve the balance of payment the foremost try is to increase	A. Imports B. Exports C. Production D. Savings