

<b>ECONOMICS</b>	<b>PAPER II (Regular &amp; Private)</b>	<b>2022</b>
Time: 3 Hours		(Max. Marks 100)
<b>SECTION 'A'</b>	<b>(Multiple Choice Questions)</b>	<b>(Marks: 40)</b>

**Note:** This section consists of 40 part questions and all are to be answered. Each question carries one mark.

- Q.1** Choose the correct answer for each from the given options:
- Remittances sent by people working overseas are not included in:
    - Net National Product
    - Gross National Product
    - National Income
    - Gross Domestic Product ✓
  - A labour gets remuneration in form of money. In economics, it is called:
    - Nominal wage ✓
    - Real wage
    - Rent
    - Profit
  - This is not the function of Commercial Bank:
    - Accepting Deposits
    - Advancing Loans
    - Services of Agency
    - Controller of Money ✓
  - State Bank of Pakistan was established in this year A.D.:
    - 1948 ✓
    - 1949
    - 1950
    - 1951
  - Value of money means:
    - Quantity of money
    - Standard of money
    - Price of money
    - Purchasing power of money ✓
  - Pakistan Steel Mills is established with the help of this country:
    - America
    - England
    - Turkey
    - Russia ✓
  - Quantity Theory of Money is presented by:
    - Adam Smith
    - Irving Fisher ✓
    - Robbins
    - Marshall
  - This is first section of Motorway completed in Pakistan:
    - Lahore - Islamabad ✓
    - Peshawar - Islamabad
    - Sukkur - Multan
    - Pindibhattiyan - Islamabad
  - This is the biggest crop of Pakistan:
    - Rice
    - Wheat ✓
    - Cotton
    - Sugarcane
  - Government impose this tax on traders but it is paid by consumer:
    - Income tax
    - Wealth tax
    - Property tax
    - Sales tax ✓
  - When economic activities are at peak, it is called:
    - Boom ✓
    - Depression
    - Recession
    - Recovery
  - Payment of Zakat is compulsory for:
    - Rich Person
    - Muslim
    - Citizen
    - Sahib-e-Nisab Muslim ✓
  - Issuance of currency note in Pakistan is the function of:
    - Planning commission
    - State Bank of Pakistan ✓
    - National Bank
    - Mortgage Bank
  - The second five years plan was:
    - Unsuccessful
    - Successful ✓
    - Encouraging
    - Discouraging
  - Headquarter of Pakistan Television is situated in this city:
    - Karachi
    - Lahore
    - Islamabad ✓
    - Peshawar
  - The biggest industry of Pakistan is:
    - Fertilizer
    - Textile ✓
    - Sugar
    - Tobacco
  - The duration of Government budget is:
    - One month
    - One week
    - Six months
    - One year ✓
  - It is included in balance of trade:
    - Tangible goods ✓
    - Intangible goods
    - Tangible & Intangible goods
    - Services
  - The income, which indicates standard of living, is:
    - National Income
    - Per Capita Income ✓
    - Personal Income
    - Personal Disposable Income
  - The biggest seaport of Balochistan is:
    - Ormara
    - Jiwani
    - Gawadar ✓
    - Turbet
  - During inflation:
    - Prices increase ✓
    - Purchasing power increases
    - Poor becomes rich
    - Standard of living improves
  - The rate of Zakat is:
    - 5.5 %
    - 4.5 %
    - 3.5 %
    - 2.5 % ✓
  - It is not the function of Central Bank:
    - Issuance of currency notes
    - Custodian of foreign exchange
    - Accepting Deposits ✓
    - Supervisor of clearing house
  - Pakistan earns large part of foreign exchange by exporting:
    - Rice
    - Cotton & textile products ✓
    - Sports goods
    - Surgical goods
  - We study national income in:
    - Mathematical Economics
    - Islamic Economics
    - Micro Economics
    - Macro Economics ✓
  - State Bank of Pakistan was inaugurated by:
    - Quaid-e-Azam M. Ali Jinnah ✓
    - Liaquat Ali Khan
    - Fatima Jinnah
    - Khawaja Nazimuddin
  - For any violation of government law, it is paid:
    - Fine ✓
    - Tax
    - Price
    - Zakat
  - The remuneration of Capital is called:
    - Profit
    - Wage
    - Rent
    - Interest ✓
  - Financial year of Pakistan starts from:
    - 1st January
    - 1st March
    - 1st July ✓
    - 1st August
  - The other name of trade cycle is:
    - Investment cycle
    - Expenditure cycle
    - Business cycle ✓
    - Income cycle
  - These are considered as conditional laws:
    - Public laws
    - Scientific laws
    - Economic laws ✓
    - Moral laws
  - The major source of government revenue is:
    - fee
    - price
    - tax ✓
    - royalty
  - Irving Fisher presented this theory:
    - Theory of demand
    - Theory of supplies
    - Quantity theory of money ✓
    - Theory of taxes
  - Disposable Personal Income is the difference between Personal Income and:
    - Direct Tax ✓
    - Depreciation Cost
    - Subsidies
    - Indirect Tax
  - The Theory of Rent was presented by:
    - Adam Smith
    - Marshall
    - Robbins
    - Ricardo ✓
  - Financing activities in Pakistan are controlled by:
    - National Bank
    - State Bank ✓
    - Ministry of Finance
    - Secretary of Finance
  - If estimated revenue of budget is greater than the expenditure, this budget will be:
    - Balanced
    - Surplus ✓
    - Deficit
    - Unbalanced
  - Canons of Taxation were introduced by:
    - Robbins
    - Marshall
    - Adam Smith ✓
    - Keyns
  - It is obtained after deducting depreciation allowance from Gross National Product:
    - Personal Income
    - National Income
    - Net National Product ✓
    - Gross Domestic Product
  - The value of money means:
    - Supply of Money
    - Quantity of Money
    - Function of Money
    - Purchasing power of Money ✓