

## SECTION 'A'

## MULTIPLE CHOICE QUESTIONS (M.C.Qs) (Marks: 20)

Q.1 Choose the correct answer for each from the given options:

- (i) He is called the father of economics:  
 (a) Alfred Marshal (b) Robin  
 (c) Ricardo (d) Crowther
- (ii) Capital for business is provided by:  
 (a) Banks (b) World bank  
 (c) National investment corporation  
 (d) None of these
- (iii) Every country tries to keep:  
 (a) Unfavourable balance of payments  
 (b) Favourable balance of payments  
 (c) Value of money (d) Purchasing power
- (iv) Those who are rendering services in foreign countries, provide the country:  
 (a) Interest (b) Foreign exchange  
 (c) Man power (d) None of these
- (v) This bank deals in foreign currencies:  
 (a) Industrial bank (b) Saving bank  
 (c) Exchange bank (d) Agricultural bank
- (vi) Every currency note bears this statement:  
 (a) The bearer will be paid on demand  
 (b) The bearer will be not be paid on demand  
 (c) It is the possession of the bearer  
 (d) All of these are not correct
- (vii) The payment made for the use of capital is:  
 (a) Wages (b) Interest (c) Rent (d) Wealth
- (viii) It is obtained from the mutual equilibrium on demand and supply:  
 (a) Determination of Price (b) Determinatin of Time  
 (c) Fluctuation in Price (c) Decrease in Price
- (ix) The part of stock that is offered for sale at a particular price is called:  
 (a) Demand (b) Supply (c) Value (d) Price
- (x) The increase in the income of the consumer, causes an increase in:  
 (a) Demand (b) Supply (c) Production (d) All of these
- (xi) The part of wealth which is used for further production is called :  
 (a) Capital (b) Utility (c) Scarcity (d) Transferability
- (xii) The national bank of Pakistan is come into being in:  
 (a) 1974 A.D. (b) 1948 A.D.  
 (c) 1949 A.D. (d) 1950 A.D.
- (xiii) Islam strictly prohibits give and take of:  
 (a) Gold and silver (b) Interest  
 (c) Ushr (d) Loan
- (xiv) Both are part and parcel for economic stability:  
 (a) Agriculture and industry (b) Trade and bank  
 (c) tax and interest (d) All of these
- (xv) The percentage of income spent on defence in Pakistan is about:  
 (a) 40% (b) 50% (c) 56% (d) 100%
- (xvi) This department of the state bank of Pakistan issues currency notes:  
 (a) Banking department  
 (b) Currency Issuing department  
 (c) Exchange control department (d) None of these

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(xvii) The thing which has the capacity to satisfy any human want is called:

- (a) Price (b) Transferability  
 (c) Scarcity (d) Utility

(xviii) In this system, every individual has the right to do his own business and earn profit:

- (a) Socialism (b) Capitalism  
 (c) Islamic system (d) Economic system

(xix) The first and the most important factor of production is:

- (a) Labour (b) Capital (c) Land (d) Organizer

(xx) The central Bank of Pakistan is:

- (a) National bank (b) Habib bank  
 (c) United bank (d) None of these