



Section "A" (COMPULSORY)
MULTIPLE CHOICE QUESTIONS (MCQ'S) 35 Marks

Q1. Choose the correct answer for each from the given options:

1. Personal Disposal Income is equal to _____
*PI-Direct Taxes *PI-Indirect Taxes *PI+ Direct Taxes *PI+ Indirect Taxes
2. Demand curve usually slopes from _____
*Left to Right *Right to Left *Left to right downward *Left to Right upward
3. If prices are increasing, the quantity demand is _____
*Increases *Decreases *Remain same *None of these
4. This is not a Direct Tax _____
*Sales Tax *Property Tax *Income Tax *Wealth Tax
5. Demand Curve has a _____ slope.
*Negative *Positive *Zero *Maximum
6. NNP does not include _____
*Wages *Investments *Depreciation Allowances *Agricultural Products
7. The reward of labour is _____
*Wages *Interests *Profit *Rent
8. In Modern technologies Factors of Production means _____
*Inputs *Outputs *Production of goods *None of these
9. Optimum Theory of Production is presented by _____
*Adam Smith *Marshal *Robins *Pignut
10. The book "Wealth of Nations" contains _____ parts.
*2 *3 *4 *5
11. The price at which Demand & Supply of a Product are equal is _____
*Equilibrium Price *Cost Price *Unit Price *None of these
12. A short term relief given by government to businessman is called _____
*Donations *Charity *Grant *Subsidies
13. What is the second phase of Trade Cycle?
*Boom *Recession *Depression *Recovery
14. Purchasing Power of Money was written by _____
*Marshal *Robins *Irving Fisher *Adam Smith
15. Which tax increase with the increase in Income?
*Proportional *Degressive *Progressive *None of these
16. The rates of Zakat is _____
*Fixed *Changeable *Elastic *None of these
17. David Ricardo presented which theory out of these?
*Modern Theory *Comparative Cost *Absolute Advantage *None of these

18. In I.M.F, F stands for _____
 *Finance *Federations *Funds *Fixed
19. _____ is regarded as Father of Economics.
 *Adam Smith *Alfred Marshal *Lionel Robins *Keynes
20. B.O.P includes _____
 *Visible items *Invisible items *Both of these *None of these
21. Supply Curve always slopes _____
 *Left to Right *Right to Left *Left to Right upward *Left to Right downward
22. Homogeneous products are sold under _____
 *Monopoly *Perfect Competition *Oligopoly *All of these
23. During Inflation, Prices _____
 *Increases *Decreases *Remain Constant *All of these
24. Numbers of phases of Business Cycle are _____
 *One *Two *Five *Four
25. The Cost which a firm pays to produce additional unit is called _____
 *Marginal Cost *Total Cost *Fixed Cost *Average Cost
26. In case of Giffon Goods the slope of Demand Curve remains _____
 *Negative *Positive, *Zero *Downward
27. On agricultural output which is applicable?
 *Zakat *Ushr *Fidya *Fitrana
28. Price Elasticity of demand for necessities is _____
 *Less than unit *More than unit *Equal to unit *None of these
29. Which of following is not included in heads of government Revenues?
 *Fees *Taxes *Fines *Defense
30. When the incomes & profits of businesses are decreasing it is _____ Phase.
 *Boom *Recession *Depression *Recovery
31. When National Income is divided among whole population is called _____
 *Personal Income *Disposal Income *Per Capita Income *None of these
32. Adam Smith wrote his first book in _____
 *1576 *1776 *1876 *1676
33. According to Professor Robins, Economics is science of _____
 *Wealth *Material Welfare *Scarcity & Choices *All of these
34. There are _____ types of Elasticity's of Supply/Demand.
 *3 *4 *5 *7
35. The Trade between two countries is called _____
 *Foreign Trade *Legal Trade *Illegal Trade *Domestic Trade

Section “B” Short Question Answer Section
MICRO ECONOMICS

Note:- Attempt any 3 part question. All question carry equal marks. (15)

- Q2i)** Differentiate between Micro & Macro Economics
- ii) Differentiate between Stock & Supply
 - iii) Differentiate between Fixed Cost & Variable Cost
 - iv) Write about Factors of Productions in short
 - v) Define Utility & name its types
 - vi) Differentiate between Organizer & Entrepreneur
 - vii) Write Factors affecting Demand

MACRO ECONOMICS

Note:- Attempt any 3 from the following (15)

- Q3i)** Differentiate between Tax & Zakat
- ii) Differentiate between GDP & GNP
 - iii) Differentiate between International Trade & National Trade
 - iv) Differentiate between Direct Tax & Indirect Tax
 - v) Write the Sources of Public Revenues
 - vi) Write the Heads of Public Expenditures
 - vii) Write difficulties of Barter system

Section “C” DETAILED ANSWER QUESTIONS

Q4. Answer any one part question. All question carry equal marks. (10)

- i) State & Explain Law of Demand/Supply by the help of Schedule & Graph
- ii) State & Explain Law of diminishing Marginal Utility by the help of Schedule & Graph
- iii) Explain various Concepts of National Income
- iv) State & Explain Canons of Taxation in detail