For Failure, Improvment of Grade & Additional Subjects Only

BOARD OF INTERMEDIATE EDUCATION, KARACHI

INTERMEDIATE EXAMINATION, 2016 (ANNUAL)

Date: 16.05.2016
2:30 p.m. to 2:50 p.m.

PRINCIPLES OF ECONOMICS PAPER – I

(Commerce Group – Regular & Private)

Max. Marks: 15
Time: 20 minutes

The correct answers are highlighted in red colour.

SECTION 'A'
(MULTIPLE CHOICE QUESTIONS) – (M.C.Qs.)

Code No:POE-01

Write this Code No. in the Answerscript.

NOTE:

i) This section consists of 15 part questions and all are to be answered. Each question carries one mark.

ii) Do not copy the part questions in your answerbook. Write only the answer in full against the proper number of the question and its part.

iii) The code of your question paper is to be written in bold letters in the beginning of the answerscript.

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

i) According to Prof. Robbins, Economics is the science of:
* Material welfare * Wealth
* **Scarcity and choice** * Economic development

ii) Marginal cost curve is:
* Vertical * Horizontal * **U-shaped** * L-shaped

iii) All the factors of production become variable in the:
* **long run** * market period * short run * middle term

iv) Only visible goods are included in the:
* Balance of payments * **Balance of Trade** * Terms of Trade * Terms of Services

v) This factor organizes all the factors of production:
* **Organization** * Capital * Land * Labour

vi) The money, whose face and real value are the same, is called:
* **Standard money** * Token money * Demand money * Paper momey

vii) The burden of Indirect Taxes:
* cannot be shifted * **can be shifted**
* remains constant * does not remain constant

viii) Reward without any service is termed as:
* Interest * Wages * **Transfer payments** * Profit

ix) Disposable personal income is equal to:
* Personal income + Direct taxes * Personal income – Indirect taxes
* **Personal income – Direct taxes** * Personal income + Indirect taxes

x) The demand curve usually slopes from:
* Left to right * Right to left
* Left to right upward * **Left to right downward**

xi) The major share of government revenue is:
* Fee * **Tax** * Price * Foreign aid

xii) Stages of Business cycle are:
* 2 * 3 * **4** * 5

xiii) Value of money is related with price:
* Directly * **Inversely** * Positively * Closely

xiv) There is direct relation between price and:
* Value of Money * **Quantity of Money**
* Demand of Money * Functions of Money

xv) Through devaluation policy, exports become:
* Expensive * Precious * **Cheap** * Short

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