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CHAPTER 1 Introduction to Micro

Economics

Multiple Choice Questions

- 1. 'Economics is a study of mankind in the ordinary
- business of life' -It is the statement of
- a. Adam Smith
- **b.** Lionel Robbins
- c. Alfred Marshall
- d. Samuelson
- 2. The basic problem studied in Economics is
- a. Unlimited wants
- **b.** Unlimited means
- c. Scarcity d. Str
 - d. Strategy to meet all our wants
- 3. Microeconomics is concerned with
- a. The economy as a whole
- **b.** Different sectors of an economy
- c. The study of individual economic units behaviour
- **d.** The interactions within the entire economy
- 4. Which of the following is a microeconomics statement?
- a. The real domestic output increased by 2.5 percent last year.
- b. Unemployment was 9.8 percent of the labour force last year.
- c. The price of wheat determines its demand
- **d.** The general price level increased by 4 percent last year.
- **5.** Find the odd one out:
- a. "An inquiry into the nature and the causes of the Wealth of Nations"
- b. "Principles of Economics"
- c. "Nature and Significance of Economic Science"
- d. "Ceteris paribus"
- 6. The equilibrium price is the price at which
- **a.** Everything is sold
- **b.** Buyers spend their money
- c. Quantity demanded equals quantity supplied

- d. Excess demand is zero
- **7.** Author of "An Inquiry into the Nature and Causes of Wealth of Nations"
- a. Alfred Marshall
- b. Adam Smith
- c. Lionel Robbins
- d. Paul A Samuelson
- **8.** "Economics studies human behaviour as a relationship between ends and scarce means which have alternative uses" is the definition of economics of
- a. Lionel Robbins
- **b.** Adam Smith
- c. Alfred Marshall
- d. Paul A Samuelson
- **9.** Who is the Father of Economics?
- a. Max Muller
- b. Adam Smith
- c. Karl Marx

- d. Paul A Samuelson
- 10. "Economics is a science" The basis of this statement is—
- a. Relation between cause and effect
- **b.** Use of deductive method and inductive method for the formations of laws **c.** Experiments
- d. All of the above
- 11. Utility means
- a. Equilibrium point at which demand and supply are equal
- **b.** Want-satisfying capacity of goods and services
- **c.** Total value of commodity **d.** Desire for goods and services
- 12. A market is
- a. Only a place to buy things
- **b.** Only a place to sell things
- c. Only a place where prices adjust
- **d.** A system where persons buy and sell goods directly or indirectly
- **13.** Which one of the following is **not** a point in the Welfare Definition of Economics?
- a. Study of an ordinary man
- **b.** Economics does not focus on wealth alone

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- c. Economics is the study of material welfare
- d. Economics deals with unlimited wants and limited means
- 14. Growth definition takes into account
- a. The problem of choice in the dynamic framework of **Economics**
- **b.** The problem of unlimited means in relation to wants
- c. The production and distribution of wealth
- **d.** The material welfare of human beings
- 15. Which theory is generally included under micro economics?
- a. Price Theory

- **b.** Income Theory
- c. Employment Theory
- d. Trade Theory
- 16.have exchange value and their ownership rights can be established and exchanged
- a. Goods
- **b.** Services
 - c. Markets
- d. Revenue
- 17. Identify the correct characteristics of utility
- a. It is equivalent to 'usefulness' b. It has moral significance
- c. It is same as pleasure
- **d.** It depends upon consumer's mental attitude
- **18.** Who has given scarcity definition of economics?
- a. Adam Smith b. Marshall c. Robbins d. Robertson
- 19. The process of reasoning from particular to general
- a. Deductive method
- **b.** Inductive method
- c. Positive economics
- d. Normative

economics

- 20. Total revenue is equal to total output sold multiplied
- **a.** Price **b.** Total cost **c.** Marginal revenue **d.** Marginal cost

CHAPTER 2 Consumption Analysis **Multiple Choice Questions**

- 1. Pick the odd one out
- **a.** Luxuries
- **b.** Comforts
- **c.** Necessaries
- **d.** Agricultural goods
- **2.** Choice is always constrained or limited by the ___ of our resources.
- a. Scarcity
- b. Supply
- c. Demand
- d. Abundance
- 3. The chief exponent of the Cardinal utility approach was
- **a.** J.R.Hicks **b.** R.G.D.Allen **c.** Marshall **d.** Stigler
- 4. Marginal Utility is measured by using the formula of
- a. TUn-TUn-1
- b. TUn-TUn+1
- c. TUn+TUn+1
- d. TUn-TUn+1
- 5. When marginal utility reaches zero, the total utility will be
- a. Minimum b. Maximum c. Zero d. Negative
- **6.** Gossen's first law is known as.
- a. Law of equi-marginal utility.
- **b.** Law of diminishing marginal utility
- **c.** Law of demand. **d.** Law of Diminishing returns.
- 7. The basis for the law of demand is related to
- a. Law of diminishing marginal utility
- **b.** Law of supply **c.** Law of equi-marginal utility.
- d. Gossen's Law.
- **8.** The concept of consumer's surplus is associated with

- **a.** Adam Smith **b.** Marshall **c.** Robbins **d.** Ricardo
- 9. Given potential price is Rs.250 and the actual price is Rs.200. Find the consumer surplus.
- a. 375
- **b.** 175
- **c.** 200
- **d.** 50
- **10.** Indifference curve approach is based on
- a. Ordinal approach
- **b.** Cardinal approach
- **c.** Subjective approach
- **d.** Psychological approach
- 11. The concept of elasticity of demand was introduced by

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- **a.** Ferguson **b.** Keynes **c.** Adam Smith **d.** Marshall
- 12. Increase in demand is caused by
- a. Increase in tax
- **b.** Higher subsidy
- c. Increase in interest rate
- **d.** decline in population
- **13.** The movement on or along the given demand curve is known as____
- a. Extension and contraction of demand.
- **b.** shifts in the demand.
- **c.** increase and decrease in demand. **d.** all the above
- 14. In case of relatively more elastic demand the shape of the curve is
- a. Horizontal b. Vertical c. Steeper d. Flatter
- 15. A consumer is in equilibrium when marginal utilities from two goods are
- a. Minimum b. Inverse c. Equal d. Increasing
- **16.** Indifference curve was first introduced by
- a. Hicks
- b. Allen
- c. Keynes
- d. Edgeworth
- 17. Elasticity of demand is equal to one indicates
- a. Unitary Elastic Demand
- **b.** Perfectly Elastic Demand
- c. Perfectly Inelastic Demand
- d. Relatively Elastic Demand
- **18.** The locus of the points which gives same level of satisfaction is associated with
- a. Indifference Curves
- b. Cardinal Analysis
- c. Law of Demand
- d. Law of Supply
- 19. Ordinal Utility can be measured by
- **a.** Ranking

b. Numbering

c. Wording

- d. None of these
- **20.** The indifference curve are
- a. vertical

- **b.** horizontal
- **c.** positive sloped
- d. Negatively sloped

CHAPTER 3 Production Analysis

Multiple Choice Questions

- **1.** The primary factors of production are:
- a. Labour and Organisation
- **b.** Labour and Capital **c.** Land and Capital **d.** Land and Labour.
- **2.** The man-made physical goods used to produce other goods and services are referred to as.
- a. Land
- b. Labour
- c. Capital
- d. Organization.
- 3. Formula for calculating AP is
- a. ΔTP/N
- **b.** $\Delta TP/\Delta N$
- c. TP/MP
- d. TP/N
- 4. Which factor is called the changing agent of the Society
- a. Labourer

- b. Land
- c. Organizer
- d. Capital
- 5. Who said, that one of the key of an entrepreneur is "uncertainty-bearing".
- a. J.B.Clark

b. Schumpeter

c. Knight

- d. Adam Smith
- **6.** The functional relationship between "inputs" and "outputs" is called as
- a. Consumption Function
- **b.** Production Function
- c. Savings Function
- d. Investment Function
- **7.** In a firm 5 units of factors produce 24units of the product. When the number of factor increases by one, the production increases to 30 units. Calculate the Avarage Product.
- **a.** 30
- **b.** 6
- **c.** 5
- **d.** 24
- **8.** The short-run production is studied through
- a. The Laws of Returns to Scale
- **b.** The Law of Variable Proportions
- **c.** Iso-quants

- d. Law of Demand
- **9.** The long-run production function is explained by
- a. Law of Demand
- **b.** Law of Supply

c. Returns to Scale d. Law of Variable Proportions		18. The relationship between the price of a commodity					
10. An Iso-quant curve is also known as		and the supply of commodity is					
a. Inelastic Supply Curve	b. Inelastic Demand Curve	a. Negative b. Positive c. Zero d. Increase					
c. Equi-marginal Utility	d. Equal Product Curve	19. If average product is decreasing, then margina					
11. Mention the economies	reaped from inside the firm	product					
a. financial	b. technical	a. must be greater than average product					
c. managerial	d. all of the above	b. must be less than average product					
12. Cobb-Douglas production	on function assumes	c. must be increasing d. both a and c					
a. Increasing returns to scale		20. A production function measures the relation					
b. Diminishing returns to so	eal <mark>e</mark>	between between					
c. Constant returns to scale	d. All of the above	a. input prices and output prices					
13. Name the returns to scale when the output increases by more than 5%, for a 5% increase in the inputs, a. Increasing returns to scale b. decreasing returns to scale		b. input prices and the quantity of output					
		c. the quantity of inputs and the quantity of output. d. the quantity of inputs and input prices.					
					c. Constant returns to scale	d. All o <mark>f the above</mark>	CHAPTER 4 Costs and Revenue Analysis
					14. Which of the followin	g is not a characteristic of	Multiple Choice Questions
l <mark>an</mark> d?		1. Cost refers to					
a. Its limited supply.	b. It is mobile	a. price b. value					
c. Heterogeneous	d. Gift of Nature	c. fixed cost d. cost of production					
15. Product obtained fr	om additional factors of	2. Cost functions are also known as function.					
production is termed as		a. production b. investment					
a. Marginal product	b. Total product	c. demand d.consumption					
c. Average product	d. Annual product	3. Money cost is also known as cost.					
16 M. J		a. explicit b. implicit c. social d. real					
16. Modern economists hav		4. Explicit cost plus implicit cost denotecost.					
a. Increasing returns	b. decreasing returns	a. social b. economic c. money d. fixed					
c. Constant returns	d. variable proportions.	5. Explicit costs are termed as					
17. Producer's equilibrium is achieved at the point		a. out of pocket expenses b. real cost					
where:		c. social cost d. sunk cost					
a. Marginal rate of technical substitution (MRTS) is		6. The costs of self–owned resources are termed as					
greater than the price ratio		cost.					
b. MRTS is lesser than the p	price ratio	a. real b. explicit c. money d. implicit					
c. MRTS and price ratio are equal to each other		7. The cost that remains constant at all levels of output					
d. The slopes of isoquant and isocost lines are different.		is cost.					

a. fixed b. variable c. real d. soci	ial c. le	ss than		d. not rela	ted to
8. Identify the formula of estimating average v	variable 20. A	A book seller so	ld 40 books	with the p	orice of ₹10
cost.	each	. The total	revenue	of the	seller is
a. TC/Q b. TVC/Q c. TFC/Q d. TA	AC/Q RS	·			
9. The cost incurred by producing one more	unit of a. 10	b. 200	c. 30	00	d. 400
output iscost.	CHA	APTER 5 MA	RKET STI	RUCTUR	E AND
a. variable b. fixed c. marginal d. tot	al PRI	CING			
10. The cost that varies with the level of ou	utput is Mul	tiple Choice Q	uestions		
termed as cost.	1. In	which of the fol	lowing is not	t a type of	market
a. money b. variable cost c. total cost d. fix	ted cost struc	ture Price will be	e very high?		
11. Wage is an example for cost of the	a. Pe	rfect competition	n b. Moi	nopoly	
production.	c. Di	ıo <mark>pol</mark> y	d. Olig	gopoly	
a. fixed b. variable	2. Ed	ıu <mark>il</mark> ib <mark>rium condi</mark> t	tion of a firm	is	
c. marginal d. opportunity	a. M	C = MR	b. MC	> MR	
12. The cost per unit of output is denoted by	_cost. c. M	C < MR	d. MR =	= Price	
a. average b. marginal c. variable d. tot	al 3. W	hich of the follo	owing is a fe	eature of n	no <mark>nop</mark> olistic
13. Identify the formula of estimating average co	Com	petition?			
a. AVC/Q b. TC/Q c. TVC/Q d. A	a. O	ne seller	b	. Few selle	ers
14. Find total cost where TFC=I00 and TVC = 13	25. c. Pr	oduct differentia	tion d	l. No entry	
a. 125 b. 175 c. 225 d. 32	4. A	firm under mor	nopoly can	earn	in the
15. Long-run average cost curve is also called as	5	short run.			
curve.		ormal profit	b	. Loss	
a. demand b. planning c. production d. s	C. St	per normal profi	it	d. More lo	ss
16. Revenue received from the sale of prod	lucts is 5. Th	nere is no excess	capacity und	ler	,
known as revenue.	a. M	onopoly	b. Monop	polisti <mark>c c</mark> or	npetition
a. profit b. total revenue	c. Ol	igopoly	d. Perfec	t c <mark>omp</mark> etiti	on
c. average d. marginal		ofit of a firm is o	obtained whe	n	
17. Revenue received from the sale of additional	l unit is a. Tl	R < TC b. TI	R - MC c. TR	R > TC d.	$\Gamma R = TC$
termed as revenue.	7. A:	nother name of p	rice is		
a. profit b. average c. marginal d. t	a. A	verage Revenue	b. Margii	nal Revenu	ie \
18. Marginal revenue is the addition made to the	c. To	otal Revenue	d. Averaş	ge Cost	
a. total sales b. total revenue	8. In	which type of m	narket. AR ar	nd MR are	equal
c. total production d. total cost	a D	aopoly			ompetition
19. When price remains constant, AR will be	_MK. c M	onopolistic comp		l. Oligopol	•
a. equal to b. greater than	C. 1VI		- 3.1.1.011 U	0.1.50poi	J

9. In monopoly, MR curve lies below		19. Which of the following involves maximum			
a. TR b. MC	c. AR d. AC	exploitation of consumers?			
10. Perfect competition	assumes	a. Perfect competition b. Monopoly			
a. Luxury goods	b. Producer goods	c. Monopolistic competition d. Oligopoly			
c. Differentiated goods	d. Homogeneous goods	20. An example of selling cost is			
11. Group equilibrium i	s analysed in	a. Raw material cost b. Transport cost			
a. Monopolistic compet	ition b. M onopoly	c. Advertisement cost d. Purchasing cost			
c. Duopoly	d. Pure competition	CHAPTER 6			
12. In monopolistic con	npetition, the essential feature is	Distribution Analysis			
		Multiple Choice Questions			
a. Same product	b. selling cost	1. In Economics, distribution of income is among the			
c. Single seller	d. Single buyer	a. factors of production b. individual			
13. Monopolistic compe	etition is a form of	c. firms d. traders			
a. Oligopoly	b. Duopoly	2. Theory of distribution is popularly known as,			
c. Imperfect competition		a. Theory of product-pricing			
		b. Theory of factor-pricing			
2/2/3	he attribute of	c. Theory of wages d. Theory of Interest			
a. Perfect competition	b. Monopoly	3. Rent is the reward for the use of			
c. Oligopoly	d. Monopolistic competition	a. capital b. labour c. land d. organization			
15. Price discrimination	will always lead to	4. The concept of 'Quasi-Rent' is associated with			
a. Increase in output	b. Increase in profit	a. Ricardo b. Keynes c. Walker d. Marshall			
c. Different prices	d. b and c	5. The Classical Theory of Rent was propounded by			
16. The average reve	nue curve under monopolistic	a. Ricardo b. Keynes c. Marshall d. Walker			
competition will be		6. 'Original and indestructible powers of the soil' is the			
a. Perfectly inelastic	b. Perfectly elastic	term used by			
c. Relatively elastic	d. Unitary elastic	a. J.S.Mill b. Walker c. Clark d. Ricardo			
17. Under perfect competition, the shape of demand		7. The reward for labour is			
curve of a firm is		a. rent b. wage c. profit d. interest			
a. Vertical	b. Horizontal	8. Money wages are also known as			
c. Negatively sloped	d. Positively sloped	a. real wages b. nominal wages			
18. In which market form, does absence of competition		c. original wages d. transfer wages			
prevail?		9. Residual Claimant Theory is propounded by			
a. Perfect competition b. Monopoly		a. Keynes b. Walker c. Hawley d. Knight			
c. Duopoly	d. Oligopoly	10. The reward given for the use of capital			
		a. rent b. wage c. interest d. profit			

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- 11. Keynesian Theory of interest is popularly known as
- **a.** Abstinence Theory **b.** Liquidity Preference Theory
- **c.** Loanable Funds Theory **d.** Agio Theory
- 12. According to the Loanable Funds Theory, supply of loanable funds is equal to
- a. S + BC + DH + DI
- **b.** I + DS + DH + BM
- c. S + DS + BM + DI
- $\mathbf{d.} \mathbf{S} + \mathbf{BM} + \mathbf{DH} + \mathbf{DS}$
- 13. The concept of meeting unexpected expenditure according to Keynes is
- a. Transaction motive
- **b.** Precautionary motive
- **c.** Speculative motive
- d. Personal motive
- 14. The distribution of income or wealth of a country among the individuals are
- a. functional distribution
- **b.** personal distribution
- c. goods distribution
- **d.** services distribution
- **15.** Profit is the reward for
- a. land
- **b.** organization **c.** capital
- d. labour
- **16.** Innovation Theory of profit was given by
- a. Hawley
- **b.** Schumpeter **c.** Keynes **d.** Knight
- 17. Quasi-rent arises in
- a. Man-made appliances
- **b.** Homemade items
- **c.** Imported items
- **d.** None of these
- 18. "Wages as a sum of money are paid under contract by an employer to a worker for services rendered" – Who said this?
- a. Benham
- **b.** Marshall **c.** Walker

- d. J.S.Mill
- 19. Abstinence Theory of Interest was propounded by
- a. Alfred Marshall
- b. N.W Senior
- **c.** Bohm-Bawerk
- d. Knut Wicksell
- 20. Loanable Funds Theory of Interest is called as
- **a.** Classical Theory
- **b.** Modern Theory
- **c.** Traditional Theory
- d. Neo-Classical Theory

CHAPTER 7 Indian Economy

Multiple Choice Questions

- **1.** The main gold mine region in Karnataka is
- **a.** Kolar **b.** Ramgiri **c.** Anantpur
- 2. Economic growth of a country is measured by national income indicated by
- a. GNP b. GDP
- c. NNP
- d. Per capita

income

- **3.** Which one of the following is a developed nations?
- **a.** Mexico **b.** Ghana **c.** France
- d. Sri Lanka
- **4.** The position of Indian Economy among the other strongest economies in the world is ..
- a. Fourth b. Seventh c. Fifth
- d. Tenth
- 5. Mixed economy means
- a. Private sectors and banks
- **b.** Co-existence of Public and Private sectors
- **c.** Public sectors and banks **d.** Public sectors only
- **6.** The weakness of Indian Economy is
- a. Economic disparities b. Mixed economy
- **d.** Adequate employment **c.** Urbanisation
- opportunities 7. A scientific study of the characteristics of population
- is ... a. Topography b. Demography c. Geography d.
- Philosophy
- **8.** The year 1961 is known as
- **a.** Year of small divide **b.** Year of Population **Explosion**
- **c.** Year of Urbanisation **d.** Year of Great Divide
- 9. In which year the population of India crossed one billion mark?
- **a.** 2000
- **b.** 2001
- c. 2005 d. 1991
- **10.** The number of deaths per thousand population is called as ...
- a. Crude Death Rate
- b. Crude Birth Rate
- c. Crude Infant Rate
- d. Maternal Mortality Rate

b. Jawaharlal

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- **11.** The number of births per thousand population is called as
- **a.** Crude death rate **b.** Mortality rate
- **c.** Morbidity rate **d.** Crude Birth Rate
- **12.** Density of population =
- a. Land area / Total Populationb. Land area /Employment
- c. Total Population / Land area of the region
- d. Total Population / Employment
- 13. Who introduced the National Development Council in India?
- a. Ambedkar Nehru
- c. Radhakrishanan d. V.K.R.V. Rao
- **14.** Who among the following propagated Gandhian Ecomomic thinkings.
- **a.** Jawaharlar Nehru **b.** VKRV Rao
- c. JC Kumarappa d. A.K.Sen
- 15. The advocate of democratic socialism was
- **a.** Jawaharlal Nehru **b.** P.C. Mahalanobis
- c. Dr. Rajendra Prasad d. Indira Gandhi
- **16.** Ambedkar the problem studied by in the context of Indian Economy is
- **a.** Small land holdings and their remedies
- **b.** Problem of Indian Currency
- **c.** Economics of socialism **d.** All of them
- 17. Gandhian Economics is based on the Principle
- a. Socialistic ideab. Ethical foundation
- c. Gopala Krishna Gokhale d. Dadabhai Naoroji
- 18. V.K.R.V Rao was a student of
- **a.** J.M. Keynes **b.** Colin Clark
- **c.** Adam smith **d.** Alfred Marshal
- **19.** Amartya Kumara Sen received the Nobel prize in Economics in the year
- **a.** 1998 **b.** 2000 **c.** 2008 **d.** 2010

- 20. Thiruvalluvar economic ideas mainly dealt with
- **a.** Wealth **b.** Poverty is the curse in the society
- **c.** Agriculture **d.** All of them

CHAPTER 8 Indian Economy Before and

After Independence

Multiple Choice Questions

- 1. The arrival of Vasco da Gama in Calicut, India
- **a.** 1498 **b.** 1948 **c.** 1689 **d.** 1849
- 2. In 1614 Sir Thomas Roe was successful in getting permission from
- **a.** Akbar **b.** Shajakan **c.** Jahangir **d.** Noorjakhan
- 3. The power for governance of India was transferred from the East India Company (EIC) to the British crown in
- **a.** 1758 **b.** 1858 **c.** 1958 **d.** 1658
- 4. Ryotwari system was initially introduced in
- a. Kerala b. Bengal c. Tamil Nadu d. Maharastra
- 5. First World War started in the year
- **a.** 1914 **b.** 1814 **c.** 1941 **d.** 1841
- **6.** When did the Government of India declared its first Industrial Policy?
- **a.** 1956 **b.** 1991 **c.** 1948 **d.** 2000
- 7. The objective of the Industrial Policy 1956 was ...
- a. Develop heavy industries
- **b.** Develop agricultural sector only
- c. Develop private sector only
- **d.** Develop cottage industries only
- **8.** The industry which was de-reserved in 1993?
- **a.** Railways **b.** Mining of copper and zinc
- **c.** Atomic energy **d.** Atomic minerals
- **9.** The father of Green Revolution in India was
- **a.** M.S. Swaminathan **b.** Gandhi
- **c.** Visweswaraiah **d.** N.R. Viswanathan

10. How many commercial banks were nationalised in	Multiple Choice Questions	
1969	1. Which of the following is the way of Privatisation?	
a. 10 b. 12 c. 14 d. 16	a. Disinvestmentb. Denationalization	
11. The main objective of nationalisation of banks was	c. Franchising d. All the above	
a. Private social welfare b. Social welfare	2. Countries today are to be for their growth.	
c. To earn d. Industries monopoly	a. Dependent b. Interdependent	
12. The Planning Commission was setup in the year	c. Free trade d. Capitalist	
a. 1950 b. 1955 c. 1960 d. 1952	3. The Arguments against LPG is	
13. In the first five year plan, The top priority was	a. Economic growth b. More investment	
given to Sector.	c. Disparities among people and regions	
a. Service b. Industrial c. Agriculture d. Bank	d. Modernization	
14. Tenth Five year plan period was	4. Expansion of FDI	
a. 1992-1 <mark>99</mark> 7 b. 2002-2007	a. Foreign Private Investment b. Foreign Portfolio	
c. 2007- <mark>20</mark> 12 d. 1997-2002	c. Foreign Direct Investment d. Forex Private	
15. According to HDR (2016), India ranked out of	Investment	
188 countries.	5. India is the largest producer ofin the	
a. 130 b. 131 c. 135 d. 145	world.	
16. Annual Plans formed in the year	a. fruits b. gold c. petrol d. diesel	
a. 1989-1991 b. 1990-1992	6. Foreign investment includes	
c. 200 <mark>0-</mark> 2001 d. 1981- <mark>1983</mark>	a. FDI only b. FPI and FFI	
17. The Oldest large scale industry in India	c. FDI and FPI d. FDI and FFI	
a. cotton b. jute c. steel d. cement	7. The Special Economic Zones policy was announced	
18. Human development index (HDI) was developed by	in	
a. Jawaharlal Nehru b. M.K. Gandhi	a. April 2000 b. July 1990	
c. Amartiya Sen d. Tagore	c. April 1980 d. July 1970	
19. The main theme of the Twelth Five Year Plan	8. Agricultural Produce Market Committee is a	
a. faster and more inclusive growth	o. Agricultural Froduce Warket Committee 13	
b. growth with social Justice c. socialistic pattern of	a. Advisory body b. Statutory body	
society	c. Both a and b d. non of these above	
d. faster, more inclusive and sustainable growth	9. Goods and Services Tax is	
20. The PQLI was developed by	a. a multi point tax b. having cascading effects	
a. Planning Commission b. Nehru	c. like Value Added Tax	
c. Morris D Morrisd.Biswajeet	d. a single point tax with no cascading effects.	
CHAPTER 9 Development Experiences in India		

10. The New Foreign Trade Policy was announced in	a. 18% b. 24% c. 28% d. 32%		
the year	20. The transfer of ownership from public sector to		
a. 2000 b. 2002 c. 2010 d. 2015	private sector is known as		
11. Financial Sector reforms mainly related to	a. Globalization b. Liberalization		
	c. Privatization d. Nationalization		
a. Insurance Sectorb. Banking Sector	CHAPTER 10		
c. Both a and b d. Transport Sector	Rural Economy		
12. The Goods and Services Tax Act came in to effect	ct Choose the Best Answer		
on	1. Which is considered as the basic unit for rural areas?		
a. 1st July 2017 b. 1st July 2016	a. Panchayat b. Village c. Town d. Municipality		
c. 1st January 2017 d. 1st January 2016	2. Which feature is identified with rural areas?		
13. The new economic policy is concerned with th			
following	c. Low natural resources d. Low human resources		
a. foreign investment b. foreign technology	3. Identify the feature of rural economy.		
c. foreign trade d. all the above	a. Dependence on agriculture b. High population		
14. The recommendation of Narashimham Committe			
Report was submitted in the year	c. Low level of population d. Low level of inequality		
a. 1990 b. 1991 c. 1995 d. 2000	4. What percentage of the total population live in rural		
15. The farmers have access to credit under Kisan credi			
card scheme through the following except	a. 40 b. 50 c. 60 d. 70		
a. co-operative banks b. RRBs			
c. Public secstor banks d. all the above	5. How do you term people employed in excess over and above the requirements?		
16. The Raja Chelliah Committee on Trade Polic			
Reforms suggested the peak rate on import duties at	b. Underemployment or Disguised Unemployment		
a. 25% b. 50% c. 60% d. 100%	c. Full employment d. Self-employment		
17. The first ever SEZ in India was set up at			
a. Mumbai b. Chennai c. Kandla d. Cochin	6. What is the term used to denote the coexistence of		
18. 'The Hindu Rate of Growth' coined by Raj Krishn	two different features in an economy?		
refers to	m a common grant of		
a. low rate of economic growth	c. Dualism d. Inequality		
b. high proportion of Hindu population	7. The process of improving the rural areas, rural		
c. Stable GDP d. none	people and rural living is defined as		
	a. Rural economy b. Rural economics		
19. The highest rate of tax under GST is	- c. Rural employment d. Rural development		
(as on July 1, 2017)			

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- 8. Identify the agriculture related problem of rural economy.
- a. Poor communication
- **b.** Small size of landholding
- c. Rural poverty
- d. Poor banking network
- 9. The recommended nutritional intake per person in rural areas.
- a. 2100 calories

b. 2100 calories

c. 2300 calories

- d. 2400 calories
- **10.** Indicate the cause for rural poverty.
- **a.** Lack of non-farm employment **b.** High employment
- c. Low inflation rate
- d. High investment.
- 10. Indicate the cause for rural poverty.
- a. Lack of non-farm employment
- **b.** High employment
- c. Low inflation rate
- **d.** High investment.
- 11. What is the other for concealed name unemployment?
- a. Open
- **b.** Disguised **c.** Seasonal
 - d. Rural
- 12. How do you term the employment occurring only on a particular season?
- a. Open
- **b.** Disguised **c.** Seasonal
- d. Rural
- 13. Identify an example for rural industries?
- a. Sugar factory
- **b.** Mat making industry
- **c.** Cement industry
- d. Paper industry
- 14. How much share of rural families in India is in debt?
- **b.** One fourth **c.** Two third **d.** Three fourth a. Half
- **15.** Identify the cause for rural indebtedness in India.
- a. Poverty
- b. High population
- **c.** High productivity
- **d.** Full employment
- 16. In which year, Regional Rural Banks came into existence?
- **a.** 1965
- **b.** 1970
- **c.** 1975 **d.** 1980

- 17. Identify the year of launch of MUDRA Bank?
- **a.** 1995
- **b.** 2000
- **c.** 2010 **d.** 2015
- 18. Identify the year in which National Rural Health Mission was launched.
- **a.** 2000
- **b.** 2005
- **c.** 2010
- **d.** 2015
- 19. Identify the advantages of rural roads.
- a. Rural marketing
- **b.** Rural employment
- **c.** Rural development **d.** All the above
- 20. " An Indian farmer is born in debt, lives in debt, dies in debt and bequeaths debt"-who said this?
- a. Adam Smith
- **b.** Gandhi
- c. Amartya Sen
- d. Sir Malcolm Darling

CHAPTER 11 Tamil Nadu Economy

Multiple Choice Questions

- 1. In health index, Tamil Nadu is ahead of
- a) Kerala b) Punjab c) Gujarat d) all the above
- 2. In sex ratio, Tamil Nadu ranks
- a) first b) second c) third d) fourth
- 3. Tamil Nadu is rich in
- a) Forest resource
- b) human resource
- c) mineral resource
- d) all the above
- **4.** The main source of irrigation in Tamil Nadu is
- **a)** river **b)** tank **c)** well **d)** canals
- 5. Knitted garment production is concentrated in
- a) Coimbatore b) Tiruppur c) Erode d) Karur
- **6.** Which of the following is wrongly matched?
- a) Gateway of Tamil Nadu Thoothukudi
- **b**) Home textile city Erode
- c) Steel city Salem d) Pump city Coimbatore
- 7. Which of the following cities does not have international airport?
- a) Madurai
- b) Tiruchirappalli
- c) Paramakudi
- d) Coimbatore

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- 8. TN tops in the production of the following crops except

a) Banana

- b) Coconut
- c) plantation crops
- d) cardamom
- 9. Largest area of land is used in the cultivation of
- a) Paddy b) sugarcane c) Groundnut d) Coconut
- 10. In literacy rate, TN ranks
- a) second b) fourth
- c) sixth
- d) eighth
- 11. In investment proposals filed by MSMEs, TN ranks
- a) I
- b) II
- c) III
- d) IV
- 12. Which district in TN has the highest sex ratio?
- a) Nagapattinam
- **b**) Nilgiris
- c) Tiruchirappalli
- d) Thanjavur
- 13. Which district has the lowest child sex ratio?
- a) Madurai
- **b)** Theni **c)** Ariyalur **d)** Cuddalore
- 14. Which Union Territory has the highest sex ratio?
- a) Chandigarh
- **b**) Pondicherry
- c) Lakshadeep
- d) Andaman Nicobar
- 15. The largest contribution to GSDP in Tamil Nadu comes from

a) agriculture b) industry c) mining d) services

16. In human development index, TN is ranked

- a) Second
 - b) fourth
- c) sixth
- d) seventh
- 17. SPIC is located in
- a) Chennai
- b) Madurai
- c) Tuticorin
- d) Pudukkottai
- **18.** The TICEL park is
- a) Rubber Park
- b) Textile park
- c) Food park
- d) Bio park
- 19. In India's total cement production, Tamil Nadu

ranks

- a) third
- **b**) fourth
- c) first
- d) second
- 20. The Headquarters of Southern Railway is at

a) Tiruchirappalli b) Chennai c) Madurai d) Coimbatore.

----- All the best..



பேருந்து நிலையம் எதிரில், பாண்டியன் வீதி, மடத்துக்குளம்

ற்சி வை