

**SECTION II**  
**[TO BE ATTACHED TO THE MAIN ANSWER-BOOK]**  
**B.A DEGREE CBCS PRIVATE EXAMINATION, MARCH 2025**  
**DO NOT WRITE YOUR REGISTER NUMBER OR NAME ANYWHERE IN THE**  
**SECTION II OF THE QUESTION PAPER**  
**EC2CMT02-MCQ - BASIC ECONOMIC STUDIES**

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Answer **all** questions.

All questions carry equal marks

Put a tick mark [✓] against the correct answer

1. Capitalist economy is also known as  
(a) Mixed economy      (b) Market economy  
(c) Socialist economy      (d) None of these
2. National Income of a nation  
(a) GDP      (b) NNP  
(c) GNP      (d) NDP
3. The sum total of consumption and investment expenditure are measured in  
(a) Income method      (b) Product method  
(c) Expenditure method      (d) None of these
4. GNP =  
(a) GDP + X-M      (b) GDP + depreciation  
(c) GDP - depreciation      (d) None of these
5. The process of measuring national income aggregate  
(a) National Income accounting      (b) Income estimation  
(c) National income      (d) Expenditure method
6. Adding the cost of intermediate goods leads to  
(a) Tax problems      (b) Distribution problems  
(c) Problem of double counting      (d) None of these
7. We can avoid double counting if,  
(a) Income method is used      (b) Product method is used

- (c) Expenditure method is used      (d) We take only final goods and services
8. Due to the problem of double counting, national income is  
(a) Under estimated      (b) Over estimated  
(c) Remain the same      (d) None of these
9. Purchase and sale of securities is the  
(a) Primary function of a commercial bank      (b) Secondary function of a commercial bank  
(c) Agency function of a commercial bank      (d) None of these
10. In India, who act as “banker to other banks”  
(a) SBI      (b) Federal Bank  
(c) IDBI      (d) RBI
11. The One Rupee currency note bears the signature of  
(a) Governor RBI      (b) The ministry of finance  
(c) Chairman SBI      (d) None of these
12. When rise in price is double or triple digit it is known as  
(a) Hyper inflation      (b) Running inflation  
(c) Creeping inflation      (d) None of these
13. The concept of “laissez-faire” was the contribution of  
(a) Classical economist      (b) Neo Classical economist  
(c) Keynesian economist      (d) Supply side economist
14. Who is the Father of Green Revolution in India  
(a) Norman E. Borlaug      (b) M.S Swaminathan  
(c) Garra Benerji      (d) P.M. Jha
15. National income is the money value of  
(a) Final goods      (b) Services  
(c) Intermediate goods      (d) All final goods and services
16. Indian Green Revolution is most successful in  
(a) Wheat and potato      (b) Jowar and oil seeds  
(c) Wheat and Rice      (d) Tea and coffee
17. The Indian economy can be most appropriately described as  
(a) Socialist economy      (b) Capitalist economy

(c) Traditional economy      (d) Mixed economy

18. Which of the following is not an intermediate good for farmers

(a) Seed      (b) Fertilizer

(c) Corn      (d) Pesticides

19. Deflation is the case of

(a) Increase in price      (b) Increase in income

(c) Decrease in price      (d) Decrease in value of money

20. Among the following, which is the source of public revenue

(a) Tax      (b) Fine and penalty

(c) Fee      (d) All the above

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No. of MCQ's Attempted :

Marks Scored :

(To be entered by the examiner)

No. of MCQ's not Attempted :

**ATTACH SECTION II INTERNAL EXAMINATION MCQ PAPER  
WITH THE MAIN ANSWER BOOK**