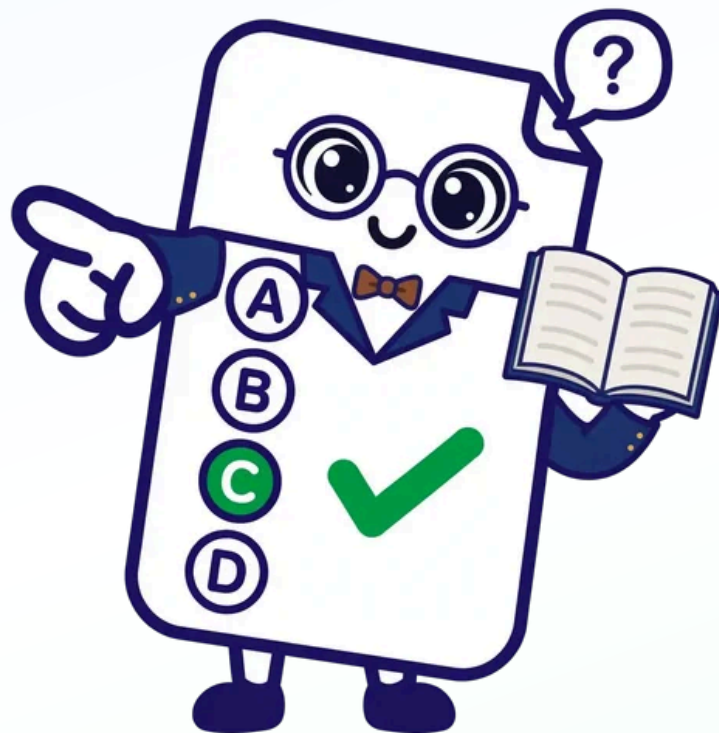




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MODEL PAPER 1 OF 1

Lecturer Economics Test

100 MCQs · 120 minutes · answer key at the back

**Economics**

80 MCQs

1. If a country's policy makers were to continuously use expansionary monetary policy in an attempt to hold unemployment below the natural rate the long-run result would be ?

- ☐ A an increase in the level of output
- ☐ B a decrease in the unemployment rate
- ☐ C an increase in the rate of inflation
- ☐ D All of these answers

2. Which country is not a member of the European Union ?

- ☐ A Spain
- ☐ B Germany
- ☐ C France
- ☐ D Iceland

3. G. Mcdougall showed in his tests that ?

- ☐ A relatively higher U.S labor productivity was associated with relatively higher U.K export ratios
- ☐ B relatively high U.K labor productivity was associated with relatively higher U.K export ratios
- ☐ C Labor productivity ratios and export ratios were not associated with each other
- ☐ D None of the above

4. Among the reason for overturning death penalty verdicts on appeal are _____ ?

- ☐ A improved DNA technology
- ☐ B findings of incompetent counsel
- ☐ C indications that prosecutors or police withheld information
- ☐ D all of the above

5. Countries such as _____ that failed to adjust to a persistent external disequilibrium were more vulnerable to poverty displacement and even war ?

- ☐ A Japan and Korea
- ☐ B Brazil and Argentina
- ☐ C Algeria and Yugoslavia
- ☐ D Singapore and Malaysia

6. The labour force participation rate is the percentage of the working age population that is:

- ☐ A Employed in the formal sector only
- ☐ B Employed or actively seeking employment
- ☐ C Receiving wages from a registered employer
- ☐ D Working full time for at least thirty hours

7. Determining that a particular act is deviant may depend on_____?

- ☐ A the place time and circumstances
- ☐ B the social status of the person committing the act
- ☐ C the social status of those judging the act
- ☐ D all of the above

8. Utilitarian organizations are so named because they ?

- ☐ A produce useful things
- ☐ B serve the practical purposes of their owners
- ☐ C provide useful services to the community
- ☐ D provide material benefits in exchange for work

9. Which statement best explains China's economic shift towards capitalism in the 1980s and early 1990s ?

- ☐ A China's economic policies were directly influenced by the success of the Soviet economic System
- ☐ B The Tiananmen Square massacre resulted in Major economic reforms in China
- ☐ C The success of the Cultural Revolution resulted in the increased westernization of china
- ☐ D communist economic policies were not meeting the needs of the society

10. What is known as ground black-cherry pits in the Middle East ?

- ☐ A Falafal
- ☐ B Bangna Cauda
- ☐ C Mahlab
- ☐ D Baba Ghanoush

11. Economic profits are ?

- ☐ A the difference between total revenue and total costs.
- ☐ B anything greater than the normal opportunity cost of investing
- ☐ C the opportunity costs of all inputs
- ☐ D a rate of profit that is just sufficient to keep owners and investors satisfied

12. What is called interest payments plus repayments of principal to creditors ?

- ☐ A Debt retirement
- ☐ B Debt relief
- ☐ C Debt service
- ☐ D PaybackCredit & Lending

13. In Pakistan, which institution is primarily responsible for conducting monetary policy?

- ☐ A State Bank of Pakistan
- ☐ B Federal Board of Revenue
- ☐ C Ministry of Commerce
- ☐ D Pakistan Bureau of Statistics

14. Rice is very important food as well as ?

- ☐ A export crop
- ☐ B cash crop
- ☐ C raw material
- ☐ D import item

15. Which of the following groups would not benefit from an EU imports quota on Japanese cars ?

- ☐ A Eu consumers who buy electronics from Japan
- ☐ B EU farmers who export grain
- ☐ C employees of EU car manufacturers
- ☐ D Shareholders of German carmaker BMW

16. Seigniorage is best described as government revenue obtained from:

- ☐ A Issuing or creating money
- ☐ B Selling state-owned land
- ☐ C Collecting customs duties
- ☐ D Borrowing from foreign institutions

17. Developments in a national economy can affect the outcome of an international financial transaction. What this process is called ?

- ☐ A International economic risk
- ☐ B Country economic risk
- ☐ C Ultra-country economic risk
- ☐ D Outcome risk

18. The production of wheat in 2001-2 dropped by 2.9 percent. What was the size of wheat crop this year ?

- ☐ A 18475 thousand tones
- ☐ B 13475 thousand tones
- ☐ C 19475 thousand tones
- ☐ D 16475 thousand tones

19. Wassily Leontief's results can be interpreted as ?

- ☐ A evidence against the Ricardi an model
- ☐ B evidence against the Heckscher-Ohl in model
- ☐ C support for the Ricardian model
- ☐ D support for the Heckcher Ohlin model

20. A government program, social security is ?

- ☐ A Economics assistance provided by social security
- ☐ B Economic assistance to persons who faced unemployment, disability of agedness, financed by assessment of employers and employees
- ☐ C Both a & b
- ☐ D Nor a nor b

21. As the required reserve ratio is decreased the money multiplier ?

- ☐ A could either increase or decrease
- ☐ B decrease
- ☐ C increase
- ☐ D remain the same, as long as bank hold no excess reserves

22. Cotton accounts for 11.5 percent of value added in agriculture. How much it accounts in GDP ?

- (A) 20%
- (B) 4%
- (C) 3.5%
- (D) 2.7%

23. The norm of reciprocity entails_____?

- (A) doing things in an institutionalized way
- (B) working jointly in a common enterprise for a shared goal
- (C) doing something in return for what someone has done for you
- (D) all of the above

24. In essence people need government because_____?

- (A) they live in groups and need a degree of order
- (B) of their competitive nature
- (C) they have not reached a sufficient amount of civilization to exist without it
- (D) brute force is not sufficient keep them in line

25. The Phillips curve shows the trade-off between ____ and ____?

- (A) the inflation rate, interest rates
- (B) the inflation rate, the unemployment rate
- (C) interest rates, output
- (D) output, employment

26. Economic development is said to involve structural transformation when:

- (A) The money supply rises without a change in output
- (B) Employment and output gradually shift from agriculture toward industry and services
- (C) The government replaces all private firms with public enterprises
- (D) The exchange rate remains fixed over a long period

27. The shrinking of distances due to technological advances such as computer and fax connections by telephone are one characteristic of what new challenge to marketing ?

- (A) Rapid globalization
- (B) The changing world economy
- (C) The call for more socially responsible marketing
- (D) The micro-chip revolution

28. One of the most powerful committees in the House of Representatives is the_____?

- (A) Foreign Affairs Committee
- (B) Farm Affairs Committee
- (C) Rules Committee
- (D) Forest Preservation Committee

29. Macroeconomic theory that emphasized the theories of Keynes and de-emphasized the classical theory developed as the result of the failure of ?

- ☐ A economic theory to explain the simultaneous increases in inflation and unemployment during the 1970s
- ☐ B The classical model to explain the prolonged existence of high unemployment during the Great Depression
- ☐ C fine tuning during the 1960s
- ☐ D the economy to grow at a rapid rate during the 1950s

30. The annual growth rate of edible oil is ?

- ☐ A 10%
- ☐ B 9%
- ☐ C 15%
- ☐ D 7%

31. According to Oskar Lange's model socialist enterprises should produce where ?

- ☐ A The monopoly profit maximization rule applies
- ☐ B Product price equals marginal cost
- ☐ C marginal revenue equals average cost
- ☐ D total revenue equals total cost

32. The appropriate tax rate to consider gauging how much the tax system distorts incentives and decision making is the ?

- ☐ A Proportional tax rate
- ☐ B average tax rate
- ☐ C marginal tax rate
- ☐ D vertical tax rate
- ☐ E horizontal tax rate

33. According to classical models, the level of employment is determined primarily by ?

- ☐ A the level of aggregate demand for goods and services.
- ☐ B prices and wages
- ☐ C interest rates
- ☐ D the quantity of money

34. Sialkot is also famous for Saddles & ?

- ☐ A musical instruments
- ☐ B agriculture machinery
- ☐ C harvesters
- ☐ D paper manufacturing

35. A negative externality in consumption means that:

- ☐ A A consumer's purchase harms a third party
- ☐ B A producer's output benefits another producer
- ☐ C A consumer receives all benefits from a purchase
- ☐ D A firm pays every cost created by production

36. State-owned enterprises (SOEs) are also called ?

- ☐ A centralized firms
- ☐ B government oligopolies
- ☐ C market economies
- ☐ D public enterprises

37. The exchange rate is the ratio at which the currency of one country is exchanged for the currency of another. Which method was developed by the World bank to exchange rates ?

- ☐ A Breton Wood method
- ☐ B Free market exchange rate
- ☐ C Atlas method of exchange rate
- ☐ D Open market exchange rate

38. Rates of poverty tend to be highest among _____?

- ☐ A Female headed households
- ☐ B children
- ☐ C minorities
- ☐ D all of the above

39. The main problem facing societies with a surplus is _____?

- ☐ A how to get rid of it
- ☐ B what to produce how produce it and for whom to produce it
- ☐ C there is no problem it is divided equally
- ☐ D how to keep it away from enemies

40. Maturation is a term used by developmental psychologists to refer to _____?

- ☐ A the development of personality
- ☐ B physical(biological)development
- ☐ C the development of natural resources
- ☐ D the aging process or senescence

41. What is the rate of exchange or exchange rate ?

- ☐ A Power to buy foreign currency
- ☐ B Foreign currency holding
- ☐ C Ratio at which unit of one country's currency is exchanged for unit of another country currency
- ☐ D None of them

42. One-third of the forest area is productive, and the remaining two-third is maintained for ?

- ☐ A Timber
- ☐ B Environmental protection
- ☐ C Wild life
- ☐ D sanctuaries

43. Public goods are difficult for a private market to provide due to ?

- ☐ A the rivalness problem
- ☐ B the public goods problem
- ☐ C the Tragedy of the Commons.
- ☐ D The free-rider problem.

44. If a tax on a good is doubled the deadweight loss from the tax ?

- ☐ A doubles
- ☐ B stays the same
- ☐ C increase by a factor of four.
- ☐ D could rise or fall

45. National income of a country is based on ?

- ☐ A The taxes earned by the State
- ☐ B The sum of all factors of income
- ☐ C Personal incomes of all the citizens
- ☐ D Surplus of exports over imports

46. Which of the following is the correct group of Kharif Crops ?

- ☐ A Rice, Millet Maize Cotton
- ☐ B Jowar Bajra Rice Cotton Jute, Gram
- ☐ C Groundnut, Bajra , Barley, Sorghum, Wheat
- ☐ D None of these

47. The limit on the consumption bundles that a consumer can afford is known as ?

- ☐ A an indifference curve
- ☐ B the budget constraint
- ☐ C the marginal rate of substitution
- ☐ D the consumption limits

48. According to Marx which group constituted a ruling elite ?

- ☐ A The proletariat
- ☐ B The bourgeoisie
- ☐ C The workers for the owners of the means of production
- ☐ D The military

49. Thomas Malthus sated that_____?

- ☐ A fodd increases in a geometric progression
- ☐ B population grow in arithmetic progression
- ☐ C populations increase in geometric progression
- ☐ D population growth is a matter of algebra not geometry or arithmetic

50. A quota on imports differs from a tariff because a quota directly sets a limit on the:

- ☐ A Quantity of goods imported
- ☐ B Tax rate on domestic income
- ☐ C Price of exported goods
- ☐ D Value of domestic production

51. If the price is less than the average costs but higher than the average variable costs ?

- ☐ A The firm is making a loss and will shutdown in the short term
- ☐ B The firm is making a profile
- ☐ C The firm is making a loss but will continue to produce in the short term
- ☐ D The firm is making a loss and is making a negative contribution to fixed costs

52. The federal government has increased its responsibilities at the local level because _____?

- (A) the states inefficiency
- (B) the tenth amendment
- (C) urban influence on the states
- (D) excess state revenues

53. Industrialization was accompanied by _____?

- (A) creation of a middle class
- (B) dehumanization and commodification of labor
- (C) continued accumulation and reinvestment of capital
- (D) All of the above

54. The biggest Industry of Pakistan is ?

- (A) cement
- (B) Sugar
- (C) Textile
- (D) Paper

55. At the output level where a firm's average product of labour is at its maximum, the marginal product of labour is:

- (A) Greater than average product
- (B) Less than average product
- (C) Equal to average product
- (D) Equal to total product

56. An equalization grant to a provincial government is mainly intended to:

- (A) Reduce differences in fiscal capacity among regions
- (B) Give the central government ownership of provincial land
- (C) Restrict all provincial spending on social services
- (D) Replace the tax collection authority of local governments

57. Which of the following is an example of government policy that could reduce inflation ?

- (A) increasing bank lending
- (B) increasing import duties
- (C) reducing government expenditure
- (D) None of these

58. In countries such as Iran and Iraq the Moslem religion is a(n) _____?

- (A) sect
- (B) cult
- (C) denomination
- (D) ecclesia or universal church

59. The amount value of an asset in business records is not necessarily identical to the amount that the asset could bring on the open market. What is it called ?

- (A) Open value
- (B) Book value
- (C) Real value
- (D) Artificial value

60. Which is NOT a restraint imposed on the United States government ?

- (A) Presidential supremacy
- (B) Federalism
- (C) Separation of powers
- (D) Checks and balances

61. The strongest urge that all living creatures feel is to _____?

- (A) avoid stress
- (B) be important
- (C) feel respectable
- (D) reproduce themselves

62. Cash crops cover nearly _____ of the cropped areas?

- (A) 25%
- (B) 55%
- (C) 15%
- (D) 35%

63. Which industrialization policy have developing countries used which places emphasis on the comparative advantage principle as a guide to resource allocation ?

- (A) export promotion
- (B) import promotion
- (C) international commodity agreements
- (D) multilateral contracts

64. A cyclical budget deficit is mainly caused by:

- (A) A temporary fall in revenue during recession
- (B) A permanent rise in public debt interest
- (C) A planned increase in defence expenditure
- (D) A long term reduction in the tax rate

65. Instead, assume that global economic expansion causes the quantity of tin demanded to increase by 4 million pounds at each price To maintain price of tin at the target price you would ?

- (A) sell 4 million pounds of tin
- (B) sell 8 million pounds of tin
- (C) buy 4 million pounds of tin
- (D) buy 8 million pounds of tin

66. Forest area of Baluchistan is ?

- (A) 1.33 million hectares
- (B) 0.33 million hectares
- (C) 2.33 million hectares
- (D) 0.83 million hectares

67. What were guilds ?

- (A) A type of money used in the Middle Ages
- (B) Organizations dating back to the 10th century
- (C) Kinds of labor unions
- (D) Only b and c

68. An example of a transfer payment is ?

- (A) Profit
- (B) rent
- (C) unemployment benefits
- (D) government purchases
- (E) wages

69. The most dramatic change that followed each technological revolution was _____?

- ☐ A a dramatic increase in population
- ☐ B a visible decrease in population
- ☐ C the systematic migration of populations to different areas
- ☐ D a return to an agrarian way of life

70. Which types of forest mostly grow in the below of land lying between 50° N and 70° N ?

- ☐ A Temperate deciduous forests
- ☐ B Tropical evergreen forests
- ☐ C Temperate coniferous forests
- ☐ D None of the above

71. The course of a product's sales and profits over its lifetime is called ?

- ☐ A the sales chart
- ☐ B the dynamic growth curve
- ☐ C the adoption cycle
- ☐ D the adoption cycle
- ☐ E the product life cycle

72. "My country right or wrong" is an example of _____?

- ☐ A nationalism
- ☐ B legal-rational thinking
- ☐ C an internationalist world view
- ☐ D a reasoned approach to detente

73. The demand for money represents the idea that there is ?

- ☐ A a positive relationship between the interest rate and the quantity of money demanded
- ☐ B a negative relationship between the price level and the quantity of money demanded
- ☐ C a negative relationship between the level of aggregate output and the quantity of money demanded
- ☐ D a negative relationship between the interest rate and the quantity of money demanded

74. Which of the following countries is known as sugar bowl ?

- ☐ A USA
- ☐ B Argentina
- ☐ C China
- ☐ D Cuba

75. For a firm facing a downward-sloping demand curve, total revenue is usually maximized at the quantity where demand is:

- ☐ A Perfectly inelastic
- ☐ B Unit elastic
- ☐ C Perfectly elastic
- ☐ D Equal to marginal cost

76. The powers held by the states include those that are _____?

- ☐ A reserved
- ☐ B delegated
- ☐ C confederate
- ☐ D legislative

77. The Federal Reserve Bank regulates the money supply by _____?

- ☐ A establishing minimum reserve requirements of member banks
- ☐ B the discount rate it charges member banks
- ☐ C buying and selling government securities
- ☐ D all of the above

78. Durkheim viewed religion as a form of social _____?

- ☐ A recreation
- ☐ B innovation
- ☐ C ingratiation
- ☐ D integration

79. The result of executive officers sitting on several corporate boards is _____?

- ☐ A oligopolies
- ☐ B trusts
- ☐ C interlocking directorates
- ☐ D restraint of trade

80. The government is considering placing a tax on cigarettes to raise revenue to finance health-care benefits. The demand for cigarettes is price inelastic Which of the following statements is True ?

- ☐ A This tax will not raise much revenue either in the short term or the long term since demand is price inelastic
- ☐ B The tax on cigarettes may not raise as much revenue as anticipated in the years to come because the demand for cigarettes is likely to become more elastic over time.
- ☐ C This is a very good way to raise revenue both in the short term and in the long term, because there are no substitutes for cigarettes.
- ☐ D No tax revenue can be raised in this way because sellers of cigarettes will just lower their price by the amount of the tax and therefore, the price of cigarettes to consumers will not change



English

5 MCQs

81. Select the correct sentence:

- ☐ A He does not know the reason of her absence.
- ☐ B He does not know the reason around her absence.
- ☐ C He does not know the reason for her absence.
- ☐ D He does not know the reason about her absence.

82. In the following question four alternative sentences are given. Choose the CORRECT option:

- (A) The parent who I have offended often come around after a term of years and tell me that his son was right.
- (B) The parent who I have offended often comes around after a term of years and tell me that his son was right.
- (C) The parents whom I have offended often comes around after a term of years and tells that his son was right.
- (D) The parent whom I have offended often comes around after a term of years and tells me that his son was right.

83. Choose the synonym for the word "Abridge".

- (A) To make a bridge
- (B) Shorten
- (C) Magnify
- (D) Divert

84. Identify the word or phrase that needs to be changed for the sentence to be correct: Pale sunlight filters from the trees, throwing veiled patches of hold onto the brown river where cattle drink under the watchful eye of a young herdsman.

- (A) From
- (B) Onto
- (C) Under
- (D) Of

85. Choose the correct option:

- (A) Please bring litre of milk from nearest milk shop
- (B) Please bring a litre of milk from the nearest milk shop
- (C) Please bring a litre of milk from nearest milk shop
- (D) Please bring the litre of milk from the nearest milk shop



General Knowledge

5 MCQs

86. Retina Implant AG is a medical technology company which develops a retinal prosthesis for blind patients to gain back lost sight. It belongs to:

- (A) The USA
- (B) The UK
- (C) Germany
- (D) France

87. What is the flattest Continent?

- (A) Asia
- (B) Australia
- (C) Europe
- (D) Antarctica

88. Who is known as the Father of Modern Football?

- (A) John Cruff
- (B) Charles Alcock
- (C) E.C Morley
- (D) Pele

89. MOU stands for _____?

- ☐ A Medical officer Union
- ☐ B Memorandum Of Understanding
- ☐ C Military Official Unit
- ☐ D Media Official Unit

90. 'Mein Kampf' is autobiography of _____?

- ☐ A Posternak
- ☐ B Adolf Hitler
- ☐ C Navakov
- ☐ D Goethe



Pakistan Studies

4 MCQs

91. What was the name of Indian plane that was hijacked in 1971?

- ☐ A Ganga
- ☐ B Jamna
- ☐ C Bangla
- ☐ D Lanka

92. Dargai pass connects _____?

- ☐ A Quetta with chaman
- ☐ B Mardan with Malakand
- ☐ C Qila Abdullah with chaman
- ☐ D Chitral with Nooristan

93. The birth place of Liaqat Ali Khan?

- ☐ A Lahore (Pakistan)
- ☐ B Dhaka (Bangladesh)
- ☐ C Karnal (India)
- ☐ D Paris (France)

94. Anjuman-e-Islamia Punjab was founded for the renaissance of Islam in the year _____?

- ☐ A 1849
- ☐ B 1859
- ☐ C 1869
- ☐ D None of these



Pakistan Current Affairs

3 MCQs

95. Pakistan and the Asian Development Bank (ADB) on 13 April, 2018 signed two loan agreements worth _____ million in an effort to improve irrigation services and promote public-private partnerships (PPPs) in Punjab.

- ☐ A \$375
- ☐ B \$360
- ☐ C \$355
- ☐ D \$350

96. Yousaf Saleem is going to be Pakistan's first ever blind judge. He is a gold medalist in LLB from which university?

- ☐ A Sindh university
- ☐ B Punjab university
- ☐ C Bahria university
- ☐ D Pakistan College of law

97. Karachi Askari Park has been renamed as _____?

- ☐ A Pakistan National Park
- ☐ B Kashmir Park
- ☐ C Nadia Hussain Amusement Park
- ☐ D None of these



Islamic Studies

2 MCQs

98. Qazf in Islamic law is imposed on _____?

- ☐ A False accusation of Zina
- ☐ B Fraudulent
- ☐ C Theft
- ☐ D None

99. How many Umahaat ul Momineen were Hufaaaz?

- ☐ A 6
- ☐ B 5
- ☐ C 4
- ☐ D 3



Computer Science and IT

1 MCQs

100. How many rows are in one Microsoft Excel sheet?

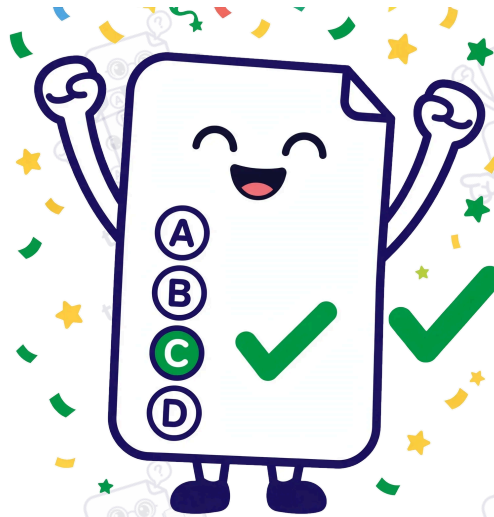
- ☐ A 65,536
- ☐ B 16,384
- ☐ C 1,048,576
- ☐ D None of Above

Answer key

Tap any answer to open its full explanation on TestUstad.

Model Paper 1

1	C	2	D	3	B	4	D	5	C	6	B	7	D	8	D	9	D	10	C
11	B	12	C	13	A	14	B	15	B	16	A	17	B	18	A	19	B	20	C
21	C	22	D	23	C	24	A	25	B	26	B	27	A	28	C	29	B	30	A
31	B	32	C	33	B	34	A	35	A	36	D	37	C	38	D	39	B	40	B
41	C	42	B	43	D	44	C	45	B	46	A	47	B	48	B	49	C	50	A
51	C	52	A	53	D	54	C	55	C	56	A	57	C	58	D	59	B	60	A
61	D	62	A	63	A	64	A	65	A	66	B	67	D	68	C	69	A	70	C
71	E	72	A	73	D	74	D	75	B	76	A	77	D	78	D	79	C	80	B
81	C	82	D	83	B	84	A	85	B	86	C	87	B	88	C	89	B	90	B
91	A	92	B	93	C	94	B	95	A	96	B	97	B	98	A	99	D	100	C



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