

## Indian Economy Model Test Questions 16 in English With Answer

1. From Sep. 2016 the new RBI Governor is
  - a. **Urjit R. Patel**
  - b. Raghuram Rajan
  - c. C. Rangarajan
  - d. Y.V Reddy
2. The Headquarters of “APEC” is the headquarters of Asia- pacific Economic co-operation is
  - a. Abudhabi
  - b. Singapore**
  - c. Geneva
  - d. Paris
3. Match the following:
 

a. Green revolution	1. Crops			
b. White revolution	2. Poultry			
c. Yellow revolution	3. Fruits			
d. Pink revolution	4. Dairy farming			
a	b	c	d	
a.	1	2	3	4
b.	2	3	1	4
c.	1	4	2	3
<b>d.</b>	<b>1</b>	<b>4</b>	<b>3</b>	<b>2</b>
4. Which policy envisages rapid industrialization with modernization for attaining rapid economic growth of GDP?
  - a. New Economic Policy**
  - b. New Industrial Policy
  - c. New Agricultural Policy
  - d. Foreign Policy
5. The level of malnutrition in all expenditure groups was higher in the
  - a. Hills area
  - b. Rural areas
  - c. Semi-urban areas
  - d. Urban areas**
6. “A Plan of Economic development” was popularly known as
  - a. National plan
  - b. People plan
  - c. Bombay plan**
  - d. Gandhian plan
7. “FIPB” refers to
  - a. Foreign Investment Paper Board
  - b. Foreign Investment Plastic Board
  - c. Foreign Investment Promotion Board**
  - d. Foreign Investment Printing and Promotion Board
8. Per capita Income means
  - a. National Income x Population
  - b. National income – Population
  - c. National income ÷ Population**
  - d. National income + Population
9. The percentage of SC population to the total population in India as per 2011 census is
  - a. 16.6**
  - b. 16.2
  - c. 16.0
  - d. 17.4
10. The programme associated with ‘Food for Work’ is
  - a. Antyodaya Anna Yojana
  - b. Annapurna Scheme
  - c. Save grain campaign
  - d. Sampoorna Gramin Rozgar Yojana**
11. Match the following and select the correct answer:

- |                                  |                        |
|----------------------------------|------------------------|
| a. Planning and the poor         | 1. P.V. Narashimma Rao |
| b. Democratic socialism          | 2. B.S. Minhas         |
| c. Second Five year plan         | 3. Jawaharlal Nehru    |
| d. The New Economic policy, 1991 | 4. P.C. Mahalonobis    |

- |           |          |          |          |          |
|-----------|----------|----------|----------|----------|
|           | a        | b        | c        | d        |
| <b>a.</b> | <b>2</b> | <b>3</b> | <b>4</b> | <b>1</b> |
| b.        | 3        | 2        | 1        | 4        |
| c.        | 1        | 3        | 4        | 2        |
| d.        | 4        | 1        | 2        | 3        |

12. Which of the following is not the other name for New Agricultural strategy?
- |                                 |                                     |
|---------------------------------|-------------------------------------|
| a. Modern Agricultural Strategy | b. Seed-Fertilizer water Technology |
| c. Green Revolution             | <b>d. New Revolution</b>            |
13. Which of the following scheme aims at providing dwelling units free of cost to the poor families of scheduled castes and Scheduled Tribes?
- |                       |                                |
|-----------------------|--------------------------------|
| a. Indira Awas Yojana | b. Antyodaya Anna Yojana       |
| c. Gra Sadak Yojana   | <b>d. Ambedkar Awas Yojana</b> |
14. National policy on education announcement of free and compulsory education for children upto the age of 14 was based on the recommendations of
- |                                    |                                  |
|------------------------------------|----------------------------------|
| a. University Education Commission | <b>b. Kothari Commission</b>     |
| c. Mehrotra committee              | d. National Knowledge commission |
15. In India the proceeds of disinvestment has been put into consolidated fund which is used for
- |  |                           |
|--|---------------------------|
| <b>a. Transport development and social sector scheme</b> | b. Poverty alleviation    |
| c. Employment generation                                 | d. Meeting budget deficit |
16. The Uruguay Round Agreement was associated with the setting up of
- |        |               |         |               |
|--------|---------------|---------|---------------|
| a. WHO | <b>b. WTO</b> | c. WIPO | d. World Bank |
|--------|---------------|---------|---------------|
17. The rate of saving is low in India for the following reason.
- I. Low per capita income
  - II. Poor performance and less contribution of public sector
  - III. Poor contribution of Household sector
  - IV. Savings potential the rural sector not tapped fully.
- |                                  |                              |
|----------------------------------|------------------------------|
| <b>a. I, II, IV are correct</b>  | b. I, II and III are correct |
| c. I, II, III and IV are correct | d. I, III and IV are correct |
18. Match the following
- |  |                   |
|--|-------------------|
| a. Committee on Financial Sector Reforms | 1. S.D. Tendulkar |
| b. Committee on Financial Inclusion      | 2. Raghuram Rajan |
| c. Direct Taxes Enquiry Committee        | 3. C. Rangarajan  |
| d. Methodology for Estimation of Poverty | 4. Wanchoo        |
- |           |          |          |          |          |
|-----------|----------|----------|----------|----------|
|           | a        | b        | c        | d        |
| a.        | 1        | 3        | 2        | 4        |
| <b>b.</b> | <b>2</b> | <b>3</b> | <b>4</b> | <b>1</b> |
| c.        | 3        | 4        | 1        | 2        |

- d. 4 2 3 1
19. The Gross Capital Formation (GCF) in Agriculture and allied sectors of India during 2010-11 was  
 a. 9.7% of GDP  
 b. 13.5% of GDP  
 c. 16.1% of GDP  
**d. 20.1% of GDP**
20. Which of the following is not a method of calculating National Income?  
 a. Income method  
**b. Saving method**  
 c. Expenditure method  
 d. Product method
21. Which one of the following public sector undertaking is not included in the nine unit Navaratna organized by Government of India?  
 a. ONGC  
 b. NTC  
 c. BHEL  
**d. HMT**
22. The second stage of demographic transition is characterized by  
 a. High birth rate and high death rate  
**b. High birth rate and falling death rate**  
 c. Low birth rate and low death rate  
 d. Low birth rate and high death rate
23. What are the components of Gross Domestic Capital formation?  
 a. Gross domestic savings and government borrowings  
 b. Gross domestic savings and foreign institutional investment  
 c. Gross domestic savings and foreign direct investment  
**d. Gross domestic savings and capital inflows and gross domestic fixed capital information and change in stock**
24. Match the following
- |                              |  |
|------------------------------|--|
| a. Hazari Report             | 1. To inquire the working of licensing system in India               |
| b. Subimal committee         | 2. Reviewed the working of industrial licensing under Industries     |
| c. Rangarajan committee 1993 | 3. Problems of untimely and inadequate credit availabilities to SSIs |
| d. Nayek committee 1991      | 4. Disinvestment of shares in PSEs                                   |
- |           |          |          |          |          |
|-----------|----------|----------|----------|----------|
|           | a        | b        | c        | d        |
| a.        | 4        | 2        | 3        | 1        |
| b.        | 1        | 3        | 2        | 4        |
| c.        | 2        | 1        | 3        | 4        |
| <b>d.</b> | <b>2</b> | <b>1</b> | <b>4</b> | <b>3</b> |
25. Bad money drives out Good money was stated by  
 a. Queen Elizabeth  
 b. Alfred Marshall  
**c. Sir Thomas Gresham**  
 d. Joan Robinson
26. Which of the following is a direct tax?  
 a. Wealth tax  
 b. Income tax  
 c. Gift tax  
**d. All the above**
27. Mahatma Gandhi National Rural Employment Guarantee Act was implemented with effect from  
 a. **2<sup>nd</sup> February 2006**  
 b. 2<sup>nd</sup> February 2007  
 c. 2<sup>nd</sup> February 2008  
 d. 2<sup>nd</sup> February 2009
28. The Canons of public expenditure given by



- d. 3 1 4 2
40. Who was the chairman of the Fourteenth finance commission?  
a. A.M. Khusro **b. Dr. Y.V. Reddy**  
c. N.K.P. Salve d. Vijay Kelkar
41. The Government of Maharashtra has first introduced the \_\_\_\_\_  
a. **Employment Guarantee scheme** b. Minimum wages act  
c. Co-operative farming d. 20-point programme
42. The total oil seeds production in India was \_\_\_\_\_mn. Tones in the year 2016-17.  
a. **32.10 Mn. Tones** b. 35.10 Mn. Tones  
c. 36.20 Mn. Tones d. 35.80 Mn. Tones
43. Union Government estimated that the fiscal deficit was expected to decline to \_\_\_\_\_percent of GDP in 2017-18 Budget.  
a. 2.9 percent b. 3.0 percent **c. 3.2 percent** d. 3.5 percent
44. The “People’s plan” was formulated by  
a. Mahalanobis b. Jawaharlal Nehru  
**c. M.N. Roy** d. B.S. Minhas
45. Reserve Bank of India was inaugurated in  
a. April 1930 **b. April 1935** c. April 1947 d. April 1950
46. Nehru-Mahalanobis model of development was introduced during this Five Year Plan  
a. First five year plan **b. Second five year plan**  
c. Third five year plan d. Fourth five year plan
47. Which one of the following is the traditional small industry?  
a. sugar industry b. steel industry  
**c. khadi and handloom** d. jute industry
48. India ranks in which position in Global Innovation Index 2017?  
**a. 60<sup>th</sup>** b. 10<sup>th</sup> c. 14<sup>th</sup> d. 100<sup>th</sup>
49. Which e-commerce company has tied up with Union Ministry of textiles to promote handloom industry in October 2017?  
**a. Myntra** b. Home shop 18  
c. Amazon d. India Times
50. Which one of the following is a public Sector Organization?  
a. FCI – Food Corporation of India b. FCI- Fertilizer, Corporation of India  
c. JCI – Jute Corporation of India **d. All the above**
51. Adam Smith’s famous book “Wealth of Nations” was published in the year  
a. 1771 b. 1773 c. 1775 **d. 1776**
52. The Kisan Credit Card Scheme was introduced in India, in the year  
a. 1996-97 b. 1997-98 **c. 1998-99** d. 1999-2000
53. The Essential Commodities Act was enacted in India in the year  
a. 1950 b. 1951 c. 1953 **d. 1955**
54. Consider the following pairs:  
I. Adam Smith- Canon of Equity

II. Ricardo - Canon of economy

III. J.S. Mill - Employment

Which of the pair given above is/are correct?

- a. **I only**                      b. I and II                      c. II and III                      d. II only
55. The National Wastelands Development Board was set up in India, in the year  
a. 1982                      b. 1984                      c. **1985**                      d. 1986
56. The tax system in which both tax and tax base are positively related  
a. Proportional Tax                      **b. Progressive Tax**  
c. Regressive Tax                      d. Degressive Tax
57. When was National Planning Commission set up by Central Government?  
I. March 1947                      II. March 1948                      III. March 1949                      IV. March 1950  
a. I only                      b. II only                      c. III only                      **d. IV only**
58. The recommendations of 15<sup>th</sup> Finance Commission will be effect from which date?  
a. January 1, 2018                      b. April 1, 2018  
**c. April 1, 2020**                      d. January 1, 2020
59. Which State Government has launched Gyankunj e-class project?  
a. Andhra Pradesh                      b. Delhi  
c. Kerala                      **d. Gujarat**
60. The Union Ministry of health and family welfare and ICMR launched IHMI on November 28-2017.  
What does IHMI stands for?  
**a. India Hypertension Management Initiative**  
b. India Health Management Initiative  
c. Indian Heart and Mind Care Intellect  
d. India Health Maintenance Initiative
61. Which commission sets up international food standard?  
**a. Codex Alimentations Commission**                      b. Food and Agricultural Commission  
c. World Health Commission                      d. I.S.I
62. Supply is constant in  
a. Short period                      **b. Very short period**  
c. Long period                      d. Very long period
63. Agricultural productivity can be measured in terms of  
a. Consumption of fertilizers and labour productivity  
b. Irrigational facilities  
**c. Land and labour productivity**  
d. Mechanization
64. The classical economists believed in \_\_\_\_\_ policy.  
**a. Free trade**                      b. Industrial  
c. Export and Import                      d. Commerce
65. Mention the floriculture centre started recently under the Indo Israel joint agreement on agricultural project.  
a. Thovalai, Kanyakumari District                      **b. Thally, Krishnagiri District**

- c. Anna Nagar, Chennai                      d. Connoor, Nilgiri District
66. The Planning Commission in India is now known as  
 a. Planning Council                              **b. NITI Aayog**  
 c. NITI Sanjog                                      d. Bharatiya Aayog Mandal
67. Who among the following has been appointed as the Deputy Director General for Programme of the World Health Organization?  
 a. Nisha Desai Biswal                              b. Dineshwar Sharma  
**c. Soumya Swaminathan**                              d. Gautam Bewbawala
68. In order to encourage the powerloom sector and help small industries, and joint venture launched by the ministry of powerloom and textiles in 2017 is called  
 a. SAMPRADA                      b. DOST                              c. AARAKSHAN                              **d. SAATHI**
69. Where was the Fourth World Tamil's Economic Conference held?  
 a. Coimbatore                      b. Kuala Lumpur                              c. Singapore                              **d. Durban**
70. Entrepreneurship Development Programme (EDP) is associated with  
 a. Eradication of illiteracy                              b. To make and prove women's potential  
**c. To bring out the talents of women**                              d. Eradication of poverty
71. New Agricultural Price Policy was announced in the year  
 a. 1984                              b. 1976                              c. 1996                              **d. 1986**
72. The birth of economics of education was announced by  
 a. Marshall                              b. Karl Marx                              **c. Schultz**                              d. Keynes
73. Match it
- |                       |                                   |
|-----------------------|-----------------------------------|
| a. Basic goods        | 1. Cycle, refrigerators           |
| b. Capital goods      | 2. Plywood, Pipe                  |
| c. Consumer goods     | 3. Fertilizers and chemicals      |
| d. Intermediate goods | 4. Machineries, engineering goods |
- |           |          |          |          |          |
|-----------|----------|----------|----------|----------|
|           | a        | b        | c        | d        |
| a.        | 4        | 3        | 2        | 1        |
| b.        | 3        | 2        | 1        | 4        |
| c.        | 2        | 3        | 4        | 1        |
| <b>d.</b> | <b>3</b> | <b>4</b> | <b>1</b> | <b>2</b> |
74. Match
- |                          |                              |
|--------------------------|------------------------------|
| a. First Five Year Plan  | 1. Equity and social justice |
| b. Second Five Year Plan | 2. Removal of poverty        |
| c. Fifth Five Year Plan  | 3. Rapid Industrialization   |
| d. Tenth Five Year Plan  | 4. Agriculture               |
- |           |          |          |          |          |
|-----------|----------|----------|----------|----------|
|           | a        | b        | c        | d        |
| a.        | 4        | 3        | 1        | 2        |
| b.        | 3        | 4        | 1        | 2        |
| <b>c.</b> | <b>4</b> | <b>3</b> | <b>2</b> | <b>1</b> |
| d.        | 2        | 3        | 4        | 1        |

75. What is the name of the scheme for socio-economic development and empowerment of women through self help groups?

- a. Janani Suraksha  
 c. Ganga Kalyan Yojana  
**b. Swayam Sidha**  
 d. Sarva Shiksha Abhiyan

76. Among these which is not the function of commercial bank

- a. Accepting the deposits  
**c. Bankers agent and advisor to the Government**  
 b. Advancing of loans  
 d. Creation of money or credit

77. "National Development Council"(NDC) was formed in

- a. 1952**                      b. 1962                      c. 1963                      d. 1973

78. Match List I with List II and choose the correct answer from the codes given below:

List I		List II	
a. NITI Aayog		1. 15.03.1950	
b. National Development Council		2. 22.11.1951	
c. Finance Commission		3. 01.01.2015	
d. Planning Commission		4. 06.08.1952	

	a	b	c	d
a.	2	1	4	3
b.	4	2	3	1
<b>c.</b>	<b>3</b>	<b>4</b>	<b>2</b>	<b>1</b>
d.	1	3	4	2

79. Who was the Chairman of First Planning Commission in India?

- a. Dr. Manmohan Singh  
**b. Jawaharlal Nehru**  
 c. V.P. Singh  
 d. Morarji Desai

80. The Headquarters of World Trade Organization is in

- a. Geneva**                      b. Montreal                      c. Seattle                      d. Washington DC

81. Indian State Financial Corporations have given assistance mainly to develop

- a. Small- Scale Industries  
**c. Medium and Small Scale Industries**  
 b. Medium – Scale Industries  
 d. Irrigation projects

82. In India, bank notes of value 500 and 1000 were withdrawn from on the midnight of

- a. 5<sup>th</sup> November 2016  
**b. 8<sup>th</sup> November 2016**  
 c. 10<sup>th</sup> November 2016  
 d. 15<sup>th</sup> November 2016

83. Match the following

Finance Commission		Chairman	
a. First FC		1. K.C. Pant	
b. Fourth FC		2. K.C. Neogy	
c. Tenth FC		3.C. Rangarajan	
d. Twelfth FC		4. P.V. Rajmannar	

	a	b	c	d
<b>a.</b>	<b>2</b>	<b>4</b>	<b>1</b>	<b>3</b>
b.	1	3	2	4
c.	3	2	4	1



- d. 4 1 3 2
84. According to 2011 census, the density of population in India is  
 a. **382 persons per sq km** b. 324 persons per sq km  
 c. 267 persons per sq km d. 117 persons per sq km
85. 14 major banks were nationalized in India in the year  
 a. 1949 b. 1959 c. **1969** d. 1968
86. Open market operations of RBI refers to  
 a. Buying of eligible securities b. Selling of eligible securities  
 c. **Buying and selling of eligible securities** d. The control of money circulation
87. Which of the following is the determinants of population of growth?  
 a. agriculture and industrial revolution b. improvements in medical care  
 c. protection from the natural calamity d. **all are correct**
88. The literacy rate in India in 1991 was  
 a. 75.85 b. 54.16 c. 65.38 d. **52.10**
89. Name the economists who got the first Nobel prize for the econometrics  
 a. Marshall and Samuvelson b. Richardo and Knight  
 c. Kicks and Dalton d. **Jan Tinbergen and Ragnar Frisch**
90. "The laws of economics are to be compared with the laws of tides rather than with the simple and exact law of gravitation" by  
 a. **Marchall** b. Adam Smith c. Keynes d. Richardo
91. Reserve Bank of India started in the year  
 a. 1947 b. 1955 c. **1935** d. 1972
92. Which state of India is the largest Tea producer?  
 a. Tamilnadu b. Kerala c. **Assam** d. Karnataka
93. "Pragati" Scholarship scheme of the Government of India is meant for  
 a. Higher education of girls b. **Technical education of girls**  
 c. Secondary education of girls d. Elementary education of girls
94. Which one of the following is not included in the National Air Quality Index?  
 a. Sulpur b. Nitrogen di oxide c. Lead d. **Methane**
95. In recent times unaccounted money has been used for financing \_\_\_\_\_ dealings  
 a. Transaction b. Precautionary  
 c. **Speculative** d. Cheap money
96. \_\_\_\_\_ is sometimes recommended as a remedy for depression.  
 a. Creeping inflation b. Cost push inflation  
 c. Price control d. **Wage cut**
97. Match it:  
 a. Prof. Dimock 1. Budget  
 b. Prof. Fisher 2. Public finance  
 c. Prof. Seligman 3. Equation of exchange  
 d. Prof. Daiton 4. Tax  
 a b c d

- a. 1 3 4 2
- b. 1 2 4 3
- c. 3 1 2 4
- d. 4 3 2 1

98. Setting up of national clean development mechanism authority as per

- a. Kyoto protocol
- b. Coastal regulation zone
- c. National chemical management
- d. National environment policy

99. Arrange the pattern of Industrial growth in India correctly.

- 1. Intermediate goods
- 2. Basic goods
- 3. Capital goods
- 4. Consumer goods

- a. 3, 1, 2, 4
- b. 2, 1, 3, 4
- c. 3, 2, 4, 1
- d. 2, 3, 4, 1