Indian Economy Model Test Questions 8 in English With Answer

1.	What is the necessity of monetary po	olicy being exercised by RBI from time to time in India?			
	a. Reduce deficit	b. Encourage exports and maintain bops			
	c. Price stability	d. All of these			
2.	The Environmental Protection Act w	ras legislated in			
	a. 1980 b. 1984	c. 1986 d. 1990			
3.	Which one of the following methods	is not used to collect primary data?			
	a. Personal contact	b. Postal enquiry			
	c. Through newspapers	d. Questionnaire method			
4.	Which one of the following method	ods is often used to select a representative sample from a			
	homogeneous population?				
	a. Random sampling	b. Stratified sampling			
	c, Purposive sampling	d. Systematic sampling			
5.	What is the present rate of interest or	n CRR given by RBI?			
	a. 6% b. 8% c. 9%	d. none of these			
6.	What is the minimum and maximum	Cash Reserve Ratio to be maintained by a Commercial Bank?			
	a. Minimum 3%, Maximum 15%	b. Minimum 4%, Maximum 16%			
	c. Minimum 2%, Maximum 4%	d. None of these			
7.	One rupee currency note is printed an	nd issued by			
	a. State Government	b. State Bank of India			
	c. Reserve Bank of India	d. Govt. of India, Ministry of Finance			
8.	Which is the lead bank for salem district?				
	a. Indian Bank	b. Indian Overseas Bank			
	c. Salem District Co-Operative Cer	ntral Bank d. None of these			
9.	The controller of Insurance is at pres	ent			
	a. Finance secretary	b. Deputy Governor, RBI			
	c. Chairman, GIC	d. Chairman, IRDA			
10.	At present the expenditure on Gover	rnment (both central and state) as a percentage of GDP is			
	a. 5% b. 17% c. 24%	d. 30%			
11.	The Green Revolution came on the s	scene around			
	a. mid 1960 b. mid 1950	c. mid 1970 d. mid 1980			
12.	Demographic pressure acts as a push	factor in			
	a. migration	b. financial assistance			
	c. economic growth	d. none of these			
13.	Dr. Raja J. Chelliah Tax Reforms on	nmittee was set up in			
	a. August, 1990	b. September, 1992			
	c. August, 1991	d. June, 1993			
14.	When was the New Industrial Policy	announced?			
	a. July, 1991	b. June, 1992			
	c. October, 1996	d. January, 1994			

15.	15. The incidence of poverty can be computed from							
	a. NAS data on national accounts				unts	b. NSS data on consumption of expenditure		
	c. Both (A) and (B)					d. None of these		
16.	16. What is the correct expansion of th					abbreviation of	of WTO?	
	a. Wor	ld Texti	le Orga	nisatio	n	b. World Tra	de Organisa	tion
	c. Wor	ld Trust	eeship	Orgaisa	ation	d. World Tran	sport Organis	sation
17.	Match	List I w	ith List	II corr	ectly an	nd select your a	nswer using tl	he codes given below:
	List I				List II			
	-	ondents				Person collecting Information		
		ary data	a			. Person giving information		
		nerator				lection of data		
	d Cens	us			4. Firs	t hand informat	tion	
	Codes							
		a	b	c	d			
	a,	1	2	3	4			
	b.	2	3	4	1			
	c.	1	3	2	4			
1.0	d.	2	4	1	3		CAL	1 D 1 .CT 1' 0
18.					mended			al co-operative Bank of India?
	a. Narasimhan Committee b. A.M. Khusro Committee							
10	c, Indian Co-Operative Committee d. Ragarajan Committee							
19.	9. The RBI was inaugurated in April 1935 with a share capital of a. 15 crores b. 5 crores c. 10 crores d. 7 crores							
20							rores	d. 7 crores
20.	20. The UTI was formally established in a. February, 1964 b. February, 1964							
		•				• ,		
21	c. March, 1970 d. December, 1950 21. The Million Wells Scheme was launched as a sub-scheme for							
21.		thar Gra						ayanti Gram Swarojgar Yojana
					•	ogramme		ent Guarantee Scheme
22.						_		
	 Dr. L.C. Gupta Committee was appoara. Stock exchange 			··· ·· ·· ·· ·· ·	b. Insurance companies			
		mercial				d. Developme	•	titution
23.				of the S	State Ba	nk of India?		
a. India Bank					b. British Bank			
c. Imperial Bank of India			d. None of the	ese				
24.	How m	nany bar	nks wer	e natio	nalized	in July 1969?		
	a. 15		b. 13		c. 11	d. 14		
25.	The eco	onomist	who w	arned a	against _l	population expl	losion is	
	a. Alfre	ed Mars	hall			b. Karl Marx		
	c. Malt	thus				d. Rostow		
26.	When	was the	GATT	started	?			

a. 1947 b. 1948	c. 1950 d. 1956							
27. The Reserve Bank of India Bulletin is published in every								
a. fortnight	b. month							
c. six months	d. year							
28. Which of the following is/are not r	8. Which of the following is/are not matched correctly?							
I. First Plan - 1950-55								
II. Third Plan - 1961-66								
III. Fourth Plan - 1966-77								
IV. Seventh Plan - 1985-90								
a. I and II b. III only	c. I only d. I and III							
29. Which of the following is not an ob-	pjective of India's Economic Planning?							
a, Self-Reliance	b. Industrial growth							
c. Employment generation	d. Population growth							
30. Human Development Index was for	rmulated by United Nations in							
a. 1990 b. 1991	c. 1996 d. 1994							
31. Which one of the following is a pri	mary group?							
a. Family	b. Community							
c, Caste	d. Society							
32. Commercial banks finance rural cre								
a. NABARD	b. Rural banks							
c. Cooperative Societies	d. State Government							
-	ethod of sending money from one place to another place?							
a. Money order	b. Mail Transfer/ Telegraphic Transfer							
c. Cheque System	d. None of these							
34. What do you mean by Non-Perform								
-	a. Assets acquired through the court of law							
b. Idle asset								
c. Unprofitable asset								
d. None of these								
35. The structure of family in rural Ind								
a. Nuclear family	b. Extended family							
c. Joint family	d. Consanguineous family							
36. Consider the following statements:	contra noncoine e control muchlom of alcania e in India							
	rerty remains a central problem of planning in India.							
	t about factories, dams and road, it is basically about people.							
•	to the coding scheme given below:							
a. Both (A) and (R) are true and (R)	•							
c. (A) is true, but (R) is false) is not the correct explanation of (A)							
d. (A) is false, but (R) is true								
37. In which sector was the 'Rolling Pl	an' first introduced in India?							

	a. Agricultural sector	b. Industrial sector			
	c. Trade sector	d. Defence sector			
38.	Human Development Index (HDI) w	as formulated by the			
	a. 1990 b. 1991	c. 1996	d. 1994		
39.	Which one of the following methods	is to reduce income in	nequalities in India?		
	a. Estate duty	b. Wealth tax	-		
	c. Capital gains tax	d. Ceiling on holding	gs		
40.	Who finally approves the five-year p	lan?			
	a. Parliament and state legislatures	b. National Development Council			
	c. Planning Commission	d. The President			
41.	Villages in India are the backbone of	our			
	a. economy b. culture	c. food	d. dance		
42.	The Reserve Bank of India was nation	onalized in			
	a. 1927 b. 1947	c. 1949	d. 1962		
43.	The main obstacle to the economic d	evelopment of India is			
	a. population	b. unemployment			
	c. low production	d. all of these			
44.	Green revolution was introduced in t	he year			
	a. 1957 b. 1962	c. 1965	d. 1966		
45. The first Bank established in India was					
	a. Punjab National Bank	b. Traders Bank			
	c. State Bank of India	d. Bank of Hindusta	n		
46.	In which year was cycle rickshaw int	troduced in the world?			
	a. 1850 b. 1847	c. 1972 d. 186	7		
47.	Most of India's exports are				
	a. food products	b. fabrics			
	c. industrial	d. beverages			
48.	The second nationalization of six bar	nks took place on			
	a. April 1, 1974	b. April 15, 1980			
	c. March 31, 1985	d. September 30, 198	9		
49.	Consumer day is celebrated on				
	a. March 5 b. March 10	c. March 15	d. March 20		
50.	The Vyas Committee which has sub-	mitted its report recent	ly, is related with		
	a. Mutual fund	b. Co-operative Secto	or		
	c, Price Control	d. Agricultural Cred	lit		
51.	The Omkar Goswami Committee wa				
	a. Industrial location	b. Industrial pollution			
	c. Industrial infrastructure	d. Industrial sicknes			
52.		nulated loss at the end	of any financial year to its net worth for		
	a company to be 'sick'?				
	a. 100% b. 75%	c. 50% d. 20%			

53.	Name the first bank established						
	a. Bank of India		b. State Bank of India				
	c. Bank of Hindustan		anara Bank		_		
54.	Which sector contributes more		-	in Tamil Nadu	?		
	a. Primary sector		econdary sector				
	c. Tertiary sector		ther sectors				
55.	When was Central Social Welfa	re Board (· ·				
	a. 1950 b. 1951		c. 1952	d. 1953			
56.	In which year was the Imperial	Bank of Ir					
	a. 1914 b. 1919		c. 1921	d. 1942			
57.	What is the maximum capital a	nd reserve	e required for starting	ng a Scheduled	Commercial Bank in		
	India?						
	a. Rs. 5 lakhs b. Rs. 10		c. Rs. 7.5 lakhs		none of these		
58.	The minimum capital required f	_					
	a. Rs. 25 lakhs b. Rs. 30	lakhs	c. Rs. 22 lakhs	d.	Rs. 40 lakhs		
59.	Where is the Headquarters of A	sian Deve	lopment Bank Situa	ted?			
	a. Washington	b. Pa	aris				
	c. Manila		anberra				
60.	The largest public sector bank is	n India is					
	a. Union Bank of India	b. C	entral Bank of India				
	c. State Bank of India	d. R	eserve Bank of India	a			
61.	Sugar Industry is totally						
	a. tiny industry	b. m	edium industry				
	c, agro-based industry	d. no	one of these				
62.	The guardian of Indian money r	narket is					
	a. State Bank of India		b. Central Bank of India				
	c. Reserve Bank of India	d. In	ndian Bank				
63.	The first Five-year plan gave to	priority t	0				
	a. agriculture and irrigation	b. la	arge scale industries				
	c. unemployment and poverty	d. C	ommunication and e	education			
64.	Which one of the following in I	ndirect Ta	x?				
	a. Income Tax	b. C	orporate Tax				
	c. Excise duty	d. W	ealth tax				
65.	First five-year plan is known as						
	a. Industrial plan	b. R	olling plan				
	c. Annual Plan	d. A	gricultural plan				
66.	Inflation means						
	a. decrease in price	b. ir	icrease in price				
	c. normal price	d. F	lutuating price				
67.	Iron and steel industry is categor	rized as					
	a. Small industry	b. M	Iedium industry				

	c. Cottage industry		d. Basic industry				
68.	68. Reserve Bank of India was established in the year						
	a. 1935	b. 1947	c. 1950	d. 1953			
69.	Goods of an industry	which are used	l in another industry for furthe	er production is called			
	a. Genetic goods		b. Luxury goods				
	c. Consumer goods		d. Capital goods				
70.	If there is no agreeme	ent regarding sh	naring of profit or loss, all part	eners share			
	a. on the basis of cap	ital contribution	b. equality				
	c. on the basis of mar	nagerial ability	d. all of these				
71.	A bank who acts as b	oanker to the G	overnment is called				
	a. State Finance Corp	oration	b. Industrial Development B	ank of India			
	c. Reserve Bank of I	ndia	d. Co-operative Bank				
72.	The committee on Pa	nchayat Raj Ins	stitution is				
	a. Vaidhyanathan Co	mmittee	b. Goswami Committee				
	c. Ashok Mehta Cor	nmittee	d. Narashimhan Committee				
73.	Entrepot trade means						
	a. Export trade		b. Re-export trade				
	c. Internal trade		d. wholesale trade				
74.	The major emphasis i	in the first five-	year plan was on				
	a. employment genera	ation	b. agriculture				
	c. export promotion		d. industry				
75.	NICEF was established	ed in the year					
	a. 1946	b. 1956	c. 1949	d. 1954			
76.	Which one of the foll	owing is correct	et				
	a. Human Developm		- United Nations				
	b. PQLI		- 1996				
	c. Social indicators		- India				
	d. Welfare measures		- Morris				
77.	World Trade Organis	ation was starte					
	a. 1984	b. 1994	c. 1995	d. 1996			
78.	Which of the following	ng statements is	s correct regarding Indira Awa	as Yojana?			
	a. Soil and water cons	•	• •	J			
	b. Construction of run						
	c. Providing houses	at free of costs	s to the members of SC/ST a	nd free bonded labourers			
	d. Land development						
79.	-		nd select your answer using the	e codes given below:			
	List I	List II	•	C			
	a. IFCI	1. 1955					
	b. ICICI	2. 1964					
	c. IDBI	3. 1948					
	d. EXIM Bank	4. 1971					

	codes	:						
		a	b	c	d			
	a.	4	3	2	1			
	b.	3	2	4	1			
	c.	3	1	2	4			
	d.	2	3	4	1			
80	. Consi	der the	follow	ing stat	tements			
	I. The expansion of the public sector was based on Industrial Policy Resolution, 195							
	II. Go	vt. has	annou	nced Ne	ew Indu	strial Policy in July, 1991.		
	III. G	ovt. ha	s not ar	nnounce	ed any ir	ndustrial policy at all.		
	Of the	e staten	nents:					
	a. I al	one is	correct			b. II alone is correct		
	c. I a	nd II a	re corr	ect		d. All are correct		
81	. Whic	h one c	of the fo	ollowing	g is corr	ectly matched?		
	a. Ind	ustrial	policy	stateme	ent		- 2002	
	b. Re	port o	n the co	ommitt	ee on di	isinvestment of shares		
				mittee)			- 1987	
				-	_	of United Front Govt.	- 1996	
				e-Year			- 2005	
82						ommission appointed?		
	a. To make recommendation for devolution of non-plan revenue resources							
	b. To earn foreign exchange							
	c. to recommended measures for profit making public sector enterprises							
		mpose						
83				amily sy	ystem in	India promotes		
		emplo	•			b. disguised unemploymen		
		employ				d. structural unemploym	ent	
84			like foo	od, clotl	hing and	l shelter are needs	S.	
	a. Phy					b. Social		
	•	cholog				d. Cultural		
85				plan ga	ive impo	ortance to		
	_	ricultu				b, industries		
				ortunity		d. reducing poverty		
86	7		gives ri	se to	6	employment.		
	a. cyc					b. structural		
		sonal		_		d. professional		
87			_	n excha	_			
		•	_	e Bank		b. Foreign Bank		
	c. Sta	te Banl	k of Ind	l1a 	_	d. Reserve Bank of India	1	

88. Which of the following is correct?

a. Classification follows tabulation

b. Classification precedes tabulation

- c. Both are done simultaneously
- d. None of these
- 89. Which of the following does not suit the underdeveloped countries?
 - a. Lack of technology

b. Low population

- c. Lack of capital formation
- d. Low level employment opportunity
- 90. In the banks of India for which type of deposit is higher rate of interest paid
 - a. Recurring deposit

- b. Fixed deposit
- c. Senior citizen's fixed deposit
- d. Current deposit
- 91. The Lead Bank Scheme was recommended by
 - a. Tandon Committee
- b. Vaguls Committee
- c. Sivaraman Committee
- d. Gadgil Committee
- 92. What was the target rate of increase in national income in the Five Five-Year Plan?
 - a. 23%
- b. 11%
- c. 9%
- d. 12%
- 93. Sequential file organization is most appropriate for which of the following applications?
 - a. Grocery store check-out
- b. Checking bank A/c

c. Payroll

- d. Airline reservations
- 94. Match List I with List II correctly and select your answer using the codes given below:

List I

List II

d

- a. 1st Five-Year Plan
- 1. 1961-66
- b. 3rd Five-Year Plan
- 2. 1985-90
- c. 5th Five-Year Plan
- 3. 1951-56
- d. 7th Five-Year Plan

b

3

1

1

4. 1974-79

codes

a 1

4

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

- 3 c.
- 2 4
- 3 d.
- 4
- 95. Public expenditure and public revenue are referred to
 - a. Public policy

b. Government policy

c, Welfare policy

- d. Fiscal policy
- 96. which one of the following is correctly matched?

Name of the Programme

Year of Launching

a. Integrated Rural Development Programme

1977

b. Training Rural Youth for Self Employment

1979

c. National Rural Employment Programme

1980 1988

d. Jawahar Rozgar Yojana 97. who invented Double Entry system of Book-keeping?

a. Luca Pacciola

b. Keynes

c. Hawtrey

d. Gunnar Myrdall

- 98. Which system of banking is followed in India?
 - a. Unit banking

- b. Branch banking
- c. Merchant Banking
- d. Mixed Banking
- 99. What do you mean by 'Entrepot' trade?
 - a. Export trade

- b. Import trade
- c. Import of goods for re-export
- d. none of these
- 100. Sarkaria Commission was appointed
 - a. to find a solution to the Punjab crisis
 - **b.** to examine Centre-State relations
 - c. to resolve Kaveri water dispute
 - d. to examine the nexus between politicians and criminals