



ZIAUDDIN UNIVERSITY
EXAMINATION BOARD

RESOURCES FOR
“HSC-II ECONOMICS”
ZUEB EXAMINATIONS 2021



PREFACE:

The ZUEB examination board acknowledges the serious problems encountered by the schools and colleges in smooth execution of the teaching and learning processes due to sudden and prolonged school closures during the covid-19 spread. The board also recognizes the health, psychological and financial issues encountered by students due to the spread of covid-19.

Considering all these problems and issues the ZUEB Board has developed these resources based on the condensed syllabus 2021 to facilitate students in learning the content through quality resource materials.

The schools and students could download these materials from www.zueb.pk to prepare their students for the high quality and standardized ZUEB examinations 2021.

The materials consist of examination syllabus with specific students learning outcomes per topic, Multiple Choice Questions (MCQs) to assess different thinking levels, Constructed Response Questions (CRQs) with possible answers, Extended Response Questions (ERQs) with possible answers and learning materials.

ACADEMIC UNIT ZUEB:

1: Multiple Choice Questions:

The Multiple-Choice Questions with a stem, correct answer and 3 distractors or plausible wrong answers format is designed to assess the content and thinking of students from; R (Remembering); U(Understanding) and A (Applying, Analyzing, Evaluating, Creating). The questions are also classified into three difficulty levels accordingly; D (DIFFICULT), M (MODERATE), E (EASY)

HOW TO ATTEMPT AN MCQ:

MCQ:

- EACH MCQ HAS FOUR OPTIONS, A, B, C AND D. SELECT ONE OPTION AS THE BEST ANSWER AND FILL IN THE CIRCLE OF THAT OPTION, FOLLOWING THE INSTRUCTIONS GIVEN BY THE INVIGILATOR.
- USE BLACK PEN/PENCIL TO FILL IN THE CIRCLE.

Correct Way	Wrong Ways		
1	1	2	3
(a)	(a)	(a)	(a)
(b)	(b)	(b)	(b)
(c)	(c)	(c)	(c)
(d)	(d)	(d)	(d)

S#	MCQ'S MATERIAL	KEY	CL	DL
1.	Issuance of currency notes in Pakistan is the function of the: A. Planning commission B. State bank of Pakistan C. Commercial bank D. National bank of Pakistan	B	K/A	E
2.	The literacy rate in Pakistan A. 54% (59%) B. 44% C. 34% D. 24%	A	K/A	M
3.	Disposable personal income is equal to	A	K/A	E

	A. PI-Direct tax B. FNP-subsidies C. GNP-depreciation D. P.I indirect tax			
4.	Balance of trade includes: a. Visible items only b. Invisible items only c. Both visible and invisible items d. None of these	a	K/A	M
5.	The reward of capital is a. Profit b. Rent c. Wage d. Interest	d	K/A	M
6.	The quantity theory of money was presented by a. Marshall b. Keynes c. Fisher d. Ricardo	c	K/A	M
7.	The state bank of Pakistan was established in the year a. 1947 b. 1948 c. 1949 d. 1950	b	K/A	E
8.	During inflation a. Prices rise b. Purchasing power increases c. Poor become rich d. Standard of living rises	a	K/A	E
9.	In Pakistan, commercial banks were nationalized on a. 1st Jan. 1972 b. 1st Jan. 1974 c. 1st Jan. 1976 d. 1st Jan. 1978	b	K/A	E
10.	Comparative cost theory of international trade was given by a. Adam smith b. Ricardo c. Marshall d. Robbins	b	K/A	E
11.	The second five year plan was considered to be: a. Failure b. Successful		K/A	E

	<ul style="list-style-type: none"> c. Encouraging d. Discouraging 			
12.	<p>The burden of indirect tax is borne by the</p> <ul style="list-style-type: none"> a. Wholesaler b. Retailer c. Consumer d. Producer 	c	K/A	M
13.	<p>The rate of Zakat is</p> <ul style="list-style-type: none"> a. 1.5% b. 2.5% c. 3.5% d. 4.5% 	b	K/A	E
14.	<p>The preparation of the federal government budget is the function of the</p> <ul style="list-style-type: none"> a. Planning commission b. Ministry of finance c. Combine division d. State bank of Pakistan 	a	K/A	M
15.	<p>Pakistan fiscal year start from</p> <ul style="list-style-type: none"> a. 1st Jan b. 1st March c. 1st July d. 1st August 	c	K/A	E
16.	<p>This is a direct tax</p> <ul style="list-style-type: none"> a. Sales Tax b. Income Tax c. Excise Tax d. Custom Duty 	a	K/A	D
17.	<p>The most important source of government revenue is</p> <ul style="list-style-type: none"> a. Fees b. Price c. Taxes d. Fines 	c	K/A	M
18.	<p>World bank was established in the year:</p> <ul style="list-style-type: none"> a. 1949 b. 1947 c. 1945 d. 1944 	d	K/A	E
19.	<p>The present finance minister of Pakistan is:</p> <ul style="list-style-type: none"> a. Shaikh Rasheed b. Chaudhary nisar c. Shaukat tareen d. Prevaiz Rasheed 	c	K/A	D
20.	<p>The federal budget is generally announced in the month of</p> <ul style="list-style-type: none"> a. Jan b. June 	b	K/A	M

	<ul style="list-style-type: none"> c. July d. Dec 			
21.	IMF is the abbreviation of: <ul style="list-style-type: none"> a. International monetary fund b. International money flow c. International money forum d. International monetary finance 	a	K/A	E
22.	Excess of imports over exports results in <ul style="list-style-type: none"> a. Budgetary deficit b. Fical deficit c. Balance of trade deficit d. Balance of payment deficit 	c	K/A	E
23.	When the burden of tax cannot be shifted, a tax is considered as <ul style="list-style-type: none"> a. Income Tax b. Direct Tax c. Indirect Tax d. Sales Tax 	b	K/A	E
24.	When economics activities are at their peak, it is called <ul style="list-style-type: none"> a. Boom b. Recession c. Depression d. Recovery 	a	K/A	M
25.	The income which indicates the living standard of the people of a country is called: <ul style="list-style-type: none"> a. Personal income b. Per capita income c. Net national income d. Disposable personal income 	b	K/A	E
26.	Extensive cultivation is possible in countries when land is <ul style="list-style-type: none"> a. Abundant b. Scare c. Very fertile d. Barren 	c	K/A	E
27.	The maximum percentage of non-developmental expenditure of federal government is on <ul style="list-style-type: none"> a. Defense b. Education c. Debit services d. Health 	a	K/A	M
28.	This is not the function of commercial banks <ul style="list-style-type: none"> a. Services of agencies b. Advancing loans c. Credit control d. Accepting deposits 	c	K/A	M
29.	The “Canon of taxation” was presented by <ul style="list-style-type: none"> a. Adam smith 	a	K/A	E

	<ul style="list-style-type: none"> b. Ricardo c. Robins d. Marshall 			
30.	<p>The “quantity theory of Money” was presented by</p> <ul style="list-style-type: none"> a. Marshall b. Keynes c. Fisher d. Ricardo 	c	K/A	E
31.	<p>the comparative Cost theory of international trade was given by</p> <ul style="list-style-type: none"> a. Adam Smith b. Ricardo c. Robbins d. Pigou 	b	K/A	D
32.	<p>The reward of labour is</p> <ul style="list-style-type: none"> a. Rent b. Wages c. Profit d. Interest 	b	K/A	E
33.	<p>Government prepares its budget on this basis</p> <ul style="list-style-type: none"> a. Weekly b. Monthly c. Quarterly d. Annually 	d	K/A	E
34.	<p>Taxes on commodities are</p> <ul style="list-style-type: none"> a. Direct b. Indirect c. Progressive d. Proportional 	b	K/A	E
35.	<p>The value of money means</p> <ul style="list-style-type: none"> a. Increasing power of money b. Decreasing power of money c. Purchasing power of money d. Selling power of money 	c	U	E
36.	<p>This is not function of a commercial bank</p> <ul style="list-style-type: none"> a. Serving of agencies b. Advancing loans c. Controlling of currency 	c	K/A	M
37.	<p>The largest seaport of Pakistan is</p> <ul style="list-style-type: none"> a. Gwadar b. Karachi c. Bin Qasim d. Kaiti Bunder 	b	K/A	E
38.	<p>During inflation, a debtor</p> <ul style="list-style-type: none"> a. Suffers losses b. Makes gains c. Remain unaffected 	b	K/A	M

	d. None of these			
39.	Pakistan get major portion of its income from export of a. Cotton and its product b. Rice c. Sports good d. Leather and its product	c	K/A	E