

Question # 4 of 10 (Start time: 10:43:16 AM, 18 July 2023)

Total Marks: 1

Which of the following international accounts records the purchase and sale of financial assets and real estate between Pakistan and other nations?

Select the correct option

www.thundershare.net

☐

The savings account

☐

The financial account

☐

The current account

☒

The capital account

Which of the following summarizes all the international economics transactions for a country during a specific time period?

Select the correct option

☒	Balance of payment	www.thundershare.net
☐	Inflation rate	
☐	Interest rate	
☐	Balance of trade	

Total Marks: 1

An exchange rate of 123 Japanese yen (JPY, ¥) to the United States dollar (USD, \$) means that JPY 123 is worth:

Select the correct option

www.harcourt.com

More than the USD 1

Less than the USD 1

The same as USD 1

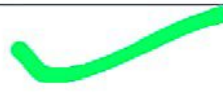
If a Japanese mobile priced at 3,000 yen can be purchased for \$10, the exchange rate is:

Select the correct option

☐ 30 yen per dollar.

www.thundershare.net

☒ 10 dollars per yen.



☐ 300 yen per dollar.

☐ 30 dollars per yen.

Percentage GDP gap is equal to:

Select the correct option

☒	$\frac{(\text{Actual GDP} - \text{Potential GDP})}{\text{Potential GDP}}$	www.thundershare.net
☐	$\frac{(\text{Potential GDP} - \text{Actual GDP})}{\text{Potential GDP}}$	
☐	$(\text{Actual GDP} - \text{Potential GDP})$	
☐	$\frac{(\text{Potential GDP} - \text{Actual GDP})}{\text{Actual GDP}}$	

Question # 10 of 10 (Start time: 10:52:21 AM, 18 July 2023)

Total Marks: 1

In 1971, Pakistan linked its currency, rupee to:

Select the correct option

☐	Kuwait Dinar	www.thundershare.net
☐	Pound Sterling	
☐	USA Dollar	
☐	Japanese yen	

The issue of current account deficit mostly happen under the

Select the correct option

☒	Fixed exchange regime	www.thundershare.net
☐	Floating exchange regime	
☐	Normative exchange regime	
☐	Collusive exchange regime	

Question # 2 of 10 (Start time: 11:14:34 AM, 18 July 2023)

Total Marks: 1

Central bank do deficit financing by

Select the correct option

☒	Printing currency	www.thundershare.net
☐	Selling gold	
☐	Selling financial securities	
☐	Selling assets	

Total Marks: 1

☐	Floating interbank rate	www.thundershare.net
☒	Exchange rate	
☐	Interest rate	
☐	Inflation rate	

Gross domestic product can be:

Select the correct option

www.thundershare.net

☐

Negative

☐

Positive

☒

All are true

☐

Zero



Government driven actual inflation in period t as expected in period $t-1$, and then agents erroneously spend more than they should, because:

Select the correct option

☒	Agents view the increase as real rather than nominal	www.thundershare.net
☐	Agents view the decrease as nominal rather than real	
☐	Agents view the increase as nominal rather than real	
☐	Agents view the decrease as real rather than nominal	

If the price of good increases 20% in the USA, and the Chinese currency simultaneously appreciates 20% against the USA currency, then:

Select the correct option

☐

The price remains constant for someone in USA

☐

The price of the good is increasing for someone in China

☐

The price of the good is decreasing for someone in USA

☐

The price remains constant for someone in China



If the prices of all goods and services rise during the year:

Select the correct option

☐	Nominal GDP must fall.	www.thundershare.net
☐	Real GDP must rise.	
☐	Nominal GDP may increase.	
☐	Real GDP may fall.	

Question # 4 of 10 (start time: 06:08:13 AM, 18 July 2023)

"Index-linking" is very common in

 Select the correct option

☐	South Asia
☐	Latin America
☐	Australia

Question # 8 of 10 (Start time: 06:11:47 AM, 18 July 2023)

Total Marks: 1

Private sector resource deficit plus Government budget deficit is equal to:

Select the correct option

☐

Consumer budget deficit

☒

Current account deficit

☐

Capital account deficit

☐

Producer budget deficit

Click to Save Answer & Move to Next Question

