



MCQs:

1. Which of the following statement/s is/are true?

1. According to law of demands. other things being equal, there is a negative relation between demand for a commodity and its price.
2. There are some goods the demands for which move in the opposite direction of the income of the consumer.

- (a) 1 only
(b) 2 only
(c) Both 1 and 2
(d) Neither 1 nor 2

Ans: c

Explanation:

- Law of demand states that other things being equal, there is a negative relation between demand for a commodity and its price.
- There are some goods the demands for which move in the opposite direction of the income of the consumer. Such goods are called Inferior Goods.

2. Which of the following is likely to be the most inflationary in its effects?

- (a) Repayment of public debt
(b) Borrowing from the public to finance a budget deficit
(c) Borrowing from the banks to finance a budget deficit
(d) Creation of new money to finance a budget

Ans: d

Explanation:

- Creation to new money to finance a budget deficit will have more inflationary effect than repayment of debt, as it will lead to an increase in total money supply in the market.(as new money is being created).



3. Orang National Park is located at the Banks of?

- (a) Ganga
- (b) Yamuna
- (c) Cauvery
- (d) Brahmaputra

Ans: d

Explanation:

- It is located on the northern bank of the Brahmaputra river in Assam. Flora and fauna: includes great Indian rhinoceros, pygmy hog, Asian elephant, wild water buffalo and Bengal tiger. Pachnoi river, Belsiri river and Dhanshiri River border the park and join the Brahmaputra river.

4. Which of the following statement/s are true?

1. Fuel oil or furnace oil is a fraction obtained from petroleum distillation.
2. The oxides of sulphur emissions can be a direct result of the sulphur content of the fuel oil.

- (a) 1 only
- (b) 2 only
- (c) Both 1 and 2
- (d) Neither 1 nor 2

Ans: c

Explanation:

- Furnace oil/marine fuel, bunker, furnace oil, or gasoil) is a fraction obtained from petroleum distillation.
- The oxides of sulphur emissions can be a direct result of the sulphur content of the fuel oil.



5. The Reserve Bank of India was established in?

- (a) 1947
- (b) 1935
- (c) 1950
- (d) 1951

Ans: b

Explanation:

- Reserve Bank of India (RBI), the central bank of India, established in 1935 by the Reserve Bank of India Act (1934). Originally privately owned, the RBI was nationalized in 1949.