

## Set-1



**INDIAN ECONOMY**  
**CRASH COURSE**

Extremely Important for  
WBCS Prelims, Mains, SSC  
CGL, CHSL, MTS, Etc exams



**A closed economy is an economy in which**

- (a) The money supply is fully controlled
- (b) Deficit financing takes place
- (c) Only export takes place
- (d) Neither export nor import takes place

**Real GDP is computed using**

- (a) Product approach
- (b) Value added methods
- (c) Distributive method
- (d) Expenditure approach

**Current Market Price \* Quantity Produced =?**

- (a) Nominal GDP
- (b) Real GDP
- (c) GNP
- (d) Inflation rate

**Which one of these isn't a Factor of Production?**

- (a) Wages
- (b) Capital
- (c) Land
- (d) Labor

**'Electricity' is included in**

- (a) Primary Sector
- (b) Secondary Sector
- © Tertiary Sector
- (d) All of the above

**'Factor Cost' doesn't include**

- (a) Direct taxes
- (b) Indirect taxes
- (c) Subsidies
- (d) None of the above

## **Corporate Taxes are included in**

- (a) Personal Income
- (b) National Income
- (c) Personal Disposal Income
- (d) All of the above

## **Gross Value Added refers to**

- (a) GDP at Market Price
- (b) GDP at Factor Cost
- (c) NDP
- (d) GNP

## **National Income doesn't include**

- (a) Salaries
- (b) Transfer Payments
- (c) Profit
- (d) Interest

## **An Economic System in which production and prices are determined by unrestricted competition between privately owned businesses is called**

- (a) Mixed Economy
- (b) Market Economy
- (c) Non-Market Economy
- (d) Closed Economy