

Daily-mcqs 25 Oct 2023

Daily Static MCQs for UPSC & State PSC Exams - Economy (26 October 2023) 25 Oct 2023



Daily MCQs for UPSC/PSC Exams

Daily Static MCQs for UPSC & State PSC Exams - Economy (26 October 2023)

Daily Static MCQs Quiz for UPSC, IAS, UPPSC/UPPCS, MPPSC, BPSC, RPSC & All State PSC Exams

Subject : Economy

1. Which of the following is/are included in the calculation of National Income in India?

1. Salary of employees
2. Exports of the IT sector
3. Sale of Land

How many of the above options is/are correct?

- (a) Only one
- (b) Only two
- (c) All three
- (d) None

+ Show
Answer

2. Consider the following statements:

1. The responsibility of conducting monetary policy is explicitly mandated under the Reserve Bank of India Act, 1934.

How many of the above statements is/are correct?

3. The flexible inflation targeting framework by RBI has statutory basis.

- (a) Only one
- (b) Only two
- (c) All three
- (d) None

+ Show

Answer

3. Consider the following statements regarding RBI's Open Market Operations (OMOs):

- 1. OMOs can be used to tame short-term inflation in the economy.
- 2. They are to be mandatorily conducted once every year to adjust liquidity in the security markets.
- 3. No intermediaries such as commercial banks are involved in OMOs.

How many of the above statements is/are correct?

- (a) Only one
- (b) Only two
- (c) All three
- (d) None

+ Show

Answer

4. Which of the following situations can lead to inflation?

- (a) Sluggish growth of aggregate demand
- (b) Higher levels of unemployment
- (c) Reduction in the money supply
- (d) Rapid growth of aggregate demand outweighing supply

+ Show

Answer

5. Consider the following statements:

- 1. The Laffer curve is an economic concept that states that inflation and unemployment have a stable and inverse relationship.
- 2. The Phillips curve is an economic concept developed to show the relationship between tax rates and the amount of tax revenue collected by governments.

Which of the above statements is/are correct?

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

**+ Show
Answer**