

**PRESTORMINGTM 2021**  
**TEST10-ECONOMICS II**

25. With reference to the core Industries of India, which among the following has the least weightage in the IIP data?
- a) Cement Industry      b) Natural Gas Production      c) Fertilizer Industry      d) Crude Oil Production
26. In the context of agricultural subsidies under the World Trade Organization, which one of the following boxes is known as “Production neutral Box”?
- a) Amber Box      b) Green Box      c) Blue Box      d) Red Box
27. Consider the following statements regarding the National Investment Fund (NIF).
1. It receives all the proceeds of disinvestment of Central Public Sector Enterprises.
  2. It presently exists as a ‘Public Account’ under the Government Accounts of India.
  3. 75% of annual income of the NIF has to be used to meet the capital investment requirements of PSUs.
- Which of the statements given above is/are correct?
- a) 1 only      b) 1 and 2 only      c) 2 and 3 only      d) 1, 2 and 3
28. Consider the following statements about the
1. India’s trading scenario in the recent times.
  2. USA has emerged as the largest trading partner of India.
  3. India has a huge trade deficit with the USA.
- Which of the statements given above is/are correct?
- a) 1 only      b) 2 only      c) Both 1 and 2      d) Neither 1 Nor 2
29. Recently, RBI released the revised Priority Sector Lending (PSL) guidelines. Consider the following statements in this context:
1. Bank finance for start-ups upto 50 crore and loans for setting up Compressed BioGas (CBG) plants have been included under PSL.
  2. Only Indian commercial banks are required to adhere to the 40 percent target for priority sector lending.
  3. Regional rural banks and small finance banks will have to allocate 75% of adjusted net bank credit to PSL.
- Which of the above given statements is/are correct?
- a) 1 and 2 only      b) 1 and 3 only      c) 2 only      d) 1, 2 and 3
30. Consider the following statements regarding the External Debt of India.
1. The U.S. dollar denominated debt remains as the largest component of the India’s external debt.
  2. External Debt of India includes only the debts of Central and State Governments but not the debts of Private Individuals.
  3. External Commercial Borrowings remains the largest component of the external debt of India.
  4. Long-term borrowings dominate the external debt of India.
- Which of the statements given above are correct?
- a) 1, 2 and 3 only      b) 1, 2 and 4 only      c) 1, 3 and 4 only      d) 2, 3 and 4 only
31. Recently, India refused to sign the Regional Comprehensive Economic Partnership (RCEP), the regional trading agreement. Which among the following is the best suitable reason for it?
- a) India has to reduce its exports of service products to this region
- b) India runs a large trade deficit with RCEP countries
- c) India faced severe western pressure led by the USA
- d) Regional Trading Agreement is destroying the spirit of the World Trade Organization
32. Suppose if Oil India limited aims to qualify as a “Maharatna company” in India, which of the following criteria should be fulfilled?
1. An average annual net profit exceeding .5000 crore during the past 3 years.
  2. An average annual Net worth of .15,000 crore during the past 3 years.
  3. An average annual Turnover of .25,000 crore during the past 3 years.
  4. Presence of overseas business operations.
- Select the correct answer using the codes given below
- a) 1, 2 and 3 only      b) 1, 2 and 4 only      c) 1, 3 and 4 only      d) 1, 2, 3 and 4
33. Consider the following statements regarding the recent changes in the FDI Policy of India.
1. An entity of a country, which shares a land border with India, can invest only under the Government route.
  2. A transfer of ownership in an FDI deal that benefits any country that shares a border with India needs government approval.
- Which of the statements given above is/are correct?
- a) 1 only      b) 2 only      c) Both 1 and 2      d) Neither 1 nor 2