

PRESTORMINGTM 2021
TEST 4 - ECONOMIC

30. Which of the following instruments have a maturity period of less than one year?

1. Call money 2. Commercial Papers 3. Treasury Bills

Select the correct answer using the code given below.

- (a) 1 and 2 only (b) 2 and 3 only (c) 1 and 3 only (d) 1, 2 and 3

31. Which one of the following is the largest natural terrestrial carbon store?

- (a) Ocean (b) Peatlands (c) Tropical forests (d) Mangroves

32. Which of the following sectors are included under the "Priority Sector Lending" scheme of the banks?

1. Housing 2. Export credit
3. Renewable energy 4. Micro, Small and Medium enterprises

Select the correct answer using the code given below.

- (a) 1, 2 and 3 only (b) 2, 3 and 4 only (c) 1, 3 and 4 only (d) 1, 2, 3 and 4

33. Consider the following pairs:

- | | |
|---------------------------|-------------------------------|
| Category of NBFC | Regulator |
| 1. Venture Capital Fund - | SEBI |
| 2. Chit Funds - | RBI |
| 3. Nidhi companies - | Ministry of Corporate Affairs |

Which of the pairs given above are correctly matched?

- (a) 1 and 2 only (b) 2 and 3 only (c) 1 and 3 only (d) 1, 2 and 3

34. Which of the following measures control inflation in an economy?

1. The decrease in indirect taxes 2. The decrease in direct taxes 3. Reduction in unnecessary expenditure

Select the correct answer using the code given below.

- (a) 1 and 2 only (b) 2 and 3 only (c) 1 and 3 only (d) 1, 2 and 3

35. Why the Indian economy is often characterised as having experienced jobless growth?

- (a) Because the majority of its population is still dependent on the primary sector
(b) Because of the low economic growth rate in all sectors
(c) Because of the domination of the service sector in India's economic growth without creating sufficient jobs
(d) Because of the domination of manufacturing sector in India's economic growth without creating sufficient jobs

36. With reference to the economic growth and economic development, consider the following statements:

1. While the combination of high growth and high development scenario is highly possible, the combination of high growth and low development is also possible.
2. While the combination of low growth and low development is highly possible, the combination of low growth and high development is not at all possible.

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

37. When the prices of goods and services, as well as the rate of unemployment, are at high levels, then which of the following is the economy experiencing?

- (a) Disinflation (b) Stagflation (c) Boom (d) Deflation

38. Which one of the following scenarios is likely to be the most inflationary in nature?

- (a) Repaying public debt along with interest
(b) Borrowing from the public sector banks to spend on public welfare
(c) Borrowing from the private sector banks to spend on public welfare
(d) Printing new currency to spend on public welfare

39. With reference to the legislative bodies in India, consider the following statements about the State Legislative Council:

1. Constitution of India prohibits the filling of a vacancy if the remainder of the term of a member concerning a vacancy is less than a year.
2. For the nomination of members, Governor of that State is obligated under the Indian Constitution to act swiftly on the advice of the Council of Ministers.

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