

1-Consider the following statements regarding Index of Eight Core Industries

1. The Eight Core Industries comprise more than 70% of the weight of items included in the Index of Industrial Production (IIP).
2. Index of Eight Core Industries is released by Office of Economic Adviser, Department for Promotion of Industry and Internal Trade.

Which of the above statements is/are correct?

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

2-Consider the following statements.

1. If the fiscal deficit ratio is too high it leads to higher rates of interest for the borrowings of private entrepreneurs and businesses.
2. The Fiscal Responsibility and Budget Management (FRBM) Act, 2003 suggests bringing the fiscal deficit down to about 3% plus or minus 2% of the GDP.

Which of the above statements is/are correct?

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

3-Which of these is/are the examples of fixed capital formation?

1. Office equipment, such as computers
2. Energy infrastructure
3. Accumulation of foreign exchange reserve

Select the correct answer code:

- a) 1, 2**
- b) 1, 3
- c) 2 only
- d) 1, 2, 3

4-Which of the following are not considered as tax revenue for the Union Government?

- | | |
|-------------------------------------|-----------------------------|
| 1. Excise Duty | 2. Personal income tax |
| 3. Income through Spectrum Auctions | 4. Dividends on investments |

Select the correct answer code:

- a) 1, 2, 3
- b) 1, 3, 4
- c) 3, 4**
- d) 2, 3, 4

5-The government is required to provide the Parliament details of which of the following fiscal indicators?

- 1. Fiscal, revenue and primary deficit as a percentage of GDP
- 2. Tax and non-tax revenues as a percentage of GDP.
- 3. Central government debt as a percentage of GDP.

Select the correct answer code:

- a) 1, 2
- b) 1, 3
- c) 2, 3
- d) 1, 2, 3**

6-Consider the following statements regarding Transfer payments.

- 1. Transfer Payments are payments which are made without any counterpart of services received by the giver.
- 2. The examples for Transfer Payments are financial aid, social security, and government subsidies for certain businesses.

Which of the above statements is/are correct?

- a) None
- b) 2 only**
- c) 1 only
- d) 1, 2

7-Consider the following statements regarding Government borrowing.

1. Government borrows through issue of government securities called G-secs and Treasury Bills.
2. Bulk of government's fiscal deficit comes from its interest obligation on past debt.

Which of the above statements is/are correct?

- a) 2 only
- b) 1, 2**
- c) 1 only
- d) None

8-Consider the following statements regarding Overheating of an economy.

1. Overheating of an economy occurs when its productive capacity is unable to keep pace with growing aggregate demand.
2. It is generally characterised by above-average rate of economic growth.

Which of the above statements is/are correct?

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

9-Consider the following statements regarding Nidhi Company.

1. Nidhi company is formed with the exclusive object of cultivating the habit of thrift, savings and functioning for the mutual benefit of members.
2. Nidhis are governed by the overall ceiling on the rate of interest prescribed by RBI.
3. Nidhis are included in the definition of Non-Banking Financial companies.

Which of the above statements is/are correct?

- a) 1, 2
- b) 1, 3
- c) 2, 3
- d) All of the above**

10-Consider the following statements regarding the difference between CPI and GDP deflator.

1. CPI does not include prices of imported goods, while they are included in GDP deflator.

2. The weights are constant in GDP deflator, but they differ according to production level of each good in CPI.

Which of the above statements is/are incorrect?

- a) 1 only
- b) 2 only
- c) Both 1 and 2**
- d) None

11- Consider the following statements regarding No-confidence motion.

- 1. It can be moved only in the Lok Sabha or state assembly as the case may be.
- 2. It is moved against the entire Council of Ministers and not individual ministers or private members.

Which of the above statements is/are incorrect?

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

12- Consider the following statements.

- 1. The orders of the Delimitation Commission have the force of law and they cannot be challenged before any court.
- 2. The number of Lok Sabha seats and State Assembly seats remained frozen on the basis of the 2001 Census.

Which of the above statements is/are correct?

- a) 2 only
- b) 1 and 2
- c) 1 only**
- d) None

13- Consider the following statements regarding Pardoning power of President and Governor.

- 1. The Constitution gives equal powers to President and Governor to grant Pardon.
- 2. The power of pardon shall be exercised by the President on the advice of Council of Ministers.

Which of the above statements is/are correct?

- a) 1, 2
- b) 1 only
- c) 2 only**
- d) None

14- Consider the following statements.

1. The Preamble is part of the Constitution of India.
2. The Preamble has the same legal effect as any other part.
3. The Preamble reflects the principles of the Universal Declaration of Human Rights (1948).

Which of the above statements is/are correct?

- a) 1, 2
- b) 1 only
- c) 1, 3**
- d) 1, 2, 3

15- What is not explicitly stated in the Constitution of India but followed as a convention?

- a) The Finance Minister is to be a Member of the Lower House
- b) The Prime Minister has to resign if he loses the majority in the Lower House**
- c) All sections of India are to be represented in the Councils of Ministers
- d) If both the President and the Vice-President demit office simultaneously before the end of the tenure, Speaker of the Lower House of the Parliament will officiate as the President

16- Consider the following Statements:

1. Unlike the Rajya Sabha Chairman, the Speaker of Lok Sabha cannot suspend a member without adopting a motion for suspension.
2. While the Rajya Sabha Chairman is empowered to place a member under suspension, the authority for revocation of this order is not vested in him.

Which of the above statements is/are incorrect?

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

17- Consider the following statements regarding Adjournment Motion.

1. Adjournment Motion draw the attention to a definite matter of urgent public importance.
2. It involves an element of censure against the government.
3. Rajya Sabha is not permitted to make use of Adjournment motion.

Which of the above statements is/are correct?

- a) 1 only
- b) 1, 2
- c) 1, 2, 3**
- d) 1, 3

18- Consider the following statements:

1. Reservation in promotion in public posts is a fundamental right.
2. Article 335 recognizes that special measures need to be adopted for considering the claims of SCs and STs in order to bring them to a level-playing field.

Which of the above statements is/are correct?

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

19- Consider the following statements.

1. Article 100 of the constitution says that all questions in a sitting of the House shall be determined by a majority of votes of the members present and voting.
2. The constitution recognises voice vote to determine majority in a legislature.

Which of the above statements is/are correct?

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

20- Consider the following statements.

1. The National Anthem was first sung at the 1929 Lahore session of the Indian National Congress.
2. 'Jana Gana Mana' was adopted as the country's National Anthem by the Constituent Assembly of India on 16th August 1947 soon after Independence.
3. Reverence to the National Anthem is a Fundamental duty as per Article 51A (a) of the Constitution.

Which of the above statements is/are correct?

- a) 1, 2
- b) 1, 3
- c) 3 only**
- d) 2, 3

21. Consider the following statements, with respect to New-Wage Rate Index

- 1) The base year for Wage Rate Index is 2016.
- 2) Manufacturing sector has the highest weightage with more than 70% weightage.

Select the correct answer using the code given below:

- a) 1 only
- b) 2 only
- c) Both 1 and 2**
- d) None of the above

22. What is/are the most likely advantages of implementing "Goods and Services Tax (GST)"?

- 1) It will replace multiple taxes collected by multiple authorities and will thus create a single market in India.
- 2) It will drastically reduce the 'Current Account Deficit of India and will enable it to increase its foreign exchange reserves.
- 3) It will enormously increase the growth and size of the economy of India and will enable it to overtake China in the near future.

Select the correct answer using the code given below:

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

23. Recently seen in the news, the Solomon Islands is located in which of the following?

- a) Atlantic Ocean
- b) Indian Ocean
- c) Pacific Ocean**
- d) Antarctica Ocean

24. This country falls under the Sahel region of Africa; it is in the west coast of Africa with its capital as Dakar. Identify the country:

- 1. Senegal 2. Mali
- 3. Germany 4. Guinea-Bissau

Choose the correct option.

- a) 1 only**
- b) 2 only
- c) 3 only
- d) 4 only

25. Consider the following statements regarding National Initiative for Proficiency in Reading with Understanding and Numeracy (NIPUN) Bharat scheme:

- 1. It aims to cover the learning needs of children above 15 years of age.
- 2. The scheme will be implemented by the Department of School Education and Literacy.
- 3. The funding of the scheme will be shared by the centre and state in equal proportions.

Which of the above statement(s) is/are correct?

- a) 1 and 3 only
- b) 2 and 3 only
- c) 2 only**
- d) 1 only

ANSWER SHEET

1	B	10	C	19	A
2	A	11	D	20	C
3	A	12	C	21	C
4	C	13	C	22	A
5	D	14	C	23	C

6	B	15	B	24	A
7	B	16	C	25	C
8	A	17	C		
9	D	18	B		