

1. Consider the following statements.

1. Real GDP is the GDP derived after adding the effect of inflation.
2. The difference between the real and nominal GDP shows the levels of inflation in the year.

Which of the above statements is/are correct?

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

2. India's external debt stock can increase because of an increase in

1. Foreign Direct Investment
2. External Commercial Borrowings
3. Non-resident Indian Deposits

Select the correct answer code:

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

3. When the Reserve Bank of India increases the repo rate by 50 basis points, which of the following is likely to happen?

- a) India's GDP growth rate increases drastically
- b) Foreign Institutional Investors may bring more capital into our country
- c) It may drastically reduce the liquidity in the banking system.
- d) Scheduled Commercial Banks may increase their lending rates

4. A progressive and a regressive taxation system is differentiated on the basis of

- a) Potential for revenue collection
- b) Equity in taxation
- c) Impact of taxation on industrial growth
- d) Sustainability and robustness of taxation system

5. Consider the following statements regarding Reserve Money.

1. Reserve money consists of vault cash in banks and deposits of commercial banks with RBI.
2. Banks use this reserve to meet the demand for cash by account holders.

Which of the above statements is/are incorrect?

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

6. Consider the following statements regarding GDP deflator.

1. The GDP deflator is basically a measure of inflation.
2. It helps show the extent to which the increase in gross domestic product has happened on account of higher prices rather than increase in output.
3. It covers only those goods and services directly consumed by households.

Which of the above statements is/are correct?

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

7. Which of the following has the highest weightage under Consumer Price Index urban?

- a) Fuel and Light
- b) Food and beverages
- c) Clothing and footwear
- d) Housing

8. Consider the following statements.

1. Unemployment rate helps in giving a measure of those who are willing to take on jobs but are not employed.
2. Labour participation rate helps measure the section of the population that is willing to take on jobs.

Which of the above statements is/are incorrect?

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

9. Which of the following is/are the major traits of Recession?

- 1. General fall in demand
- 2. Unemployment rate falls
- 3. Inflation remains lower or/and shows further signs of falling down

Select the correct answer code:

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

10. Which of the following are the effects of Inflation?

- 1. Erodes Purchasing Power
- 2. Lowers the cost of borrowing
- 3. Reduces unemployment

Select the correct answer code:

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

11. Consider the following statements.

- 1. Preservation of cattle is a matter on which the legislature of the States has exclusive powers to legislate.
- 2. 'Police' and 'Public Order' are State subjects under the Seventh Schedule to the Constitution.
- 3. The central government alone can make laws related to local bodies, such as municipalities.

Which of the above statements is/are correct?

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

12. With regards to the powers of the Parliament to create new states or alter the geographical boundaries of existing states, consider the following statements.

1. Parliament is not bound by the views of the concerned state legislature and may either accept or reject them.
2. The constitution must be amended under Article 368 to accommodate new states, for which states do not play any decisive role.

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. The Constitution defines the territorial limits of the legislative powers vested in the Centre and the states in which of the following way?

1. The Parliament can make not only territorial laws within India but also 'extra-territorial laws' that are applicable to Indian citizens throughout the world.
2. The laws made by a state legislature are not applicable outside the state, except when there is a sufficient nexus between the state and the object.

Which of the above statements is/are correct?

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

4. Under which of the following circumstances, centre can give directions to the states

1. The construction and maintenance of means of communication.
2. The measures to be taken for the protection of the railways within the state.
3. Day to day administration of State

Select the correct answer code:

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

5. Consider the following about Statutory Grants, that are given to the states by the Central government.

1. They find mention in the constitution.
2. They are awarded annually to every state.
3. They are charged on the Consolidated Fund of India every year.
4. These grants are to be given on the recommendation of the Finance Commission.

Select the correct answer code:

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

16. Which of the following are the manifestations of the democratic character of the Indian polity?

1. Periodic elections
2. Complete absence of discrimination
3. Universal adult franchise
4. Rule of law

Select the correct answer code:

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

17. Consider the following statements regarding Preamble.

1. The British Constitution was the first to begin with a Preamble.

2. The Preamble to the Indian Constitution is based on the 'Objectives Resolution'.  
3. It has been amended only once by the 44th Constitutional Amendment Act.

Which of the above statements is/are correct?

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

18. That the state should give free legal aid to the poor is a provision under

- a) Articles 14 of Fundamental Rights
- b) Article 39 of the Directive Principles
- c) Article 21 as interpreted by the Supreme Court
- d) None of the above

19. In order to fulfil the dreams of Gandhiji, which of his ideas were included as Directive Principles?

- 1. To promote cottage industries on an individual or co-operation basis in rural areas.
- 2. To promote the educational and economic interests of SCs, STs, and other weaker sections of the society.
- 3. To organise village panchayats and endow them with necessary powers and authority to enable them to function as units of self-government.

Select the correct answer code:

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

20. To move a matter from Concurrent List to the Union List it requires

- a) a Cabinet resolution to this effect
- b) a consultation by the President from the Governors of a majority of States
- c) the consent of all State Legislatures
- d) a Rajya Sabha resolution to this effect

21. Consider the following statements regarding Mangalajodi area.

1. Mangalajodi is recognised as globally important for the conservation of bird population, where the area is used for roosting and nesting by migratory birds.
2. It is located at the edge of the Kolleru Lake in Andhra Pradesh.

Which of the above statements is/are correct?

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

22. Geographical Indication tags are typically given for

1. Foodstuffs
2. Agricultural products
3. Wines and spirit drinks
4. Industrial products
5. Handicrafts

Select the correct answer code:

- a) 1, 2, 3, 4
- b) 1, 2, 3, 5
- c) 1, 2, 3, 4, 5
- d) 1, 2, 4, 5

23. Consider the following statements regarding tree transplantation.

1. All trees can be transplanted.
2. Trees like peepal and sheesham are tolerant to transplantation.
3. Any tree that has a tap root system can be transplanted without much effort.

Which of the above statements is/are correct?

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

d) 1, 2, 3

24. Consider the following statements regarding Echolocation.

1. Echolocation is a process for locating distant or invisible objects.
2. The technique uses sound waves.
3. Only animals can adapt to Echolocation.

Which of the above statements is/are correct?

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

25. Consider the following statements regarding International Renewable Energy Agency (IRENA).

1. It is the first international organisation to focus exclusively on renewable energy, addressing needs in both industrialized and developing countries.
2. World Energy Outlook report is released by IRENA.
3. IRENA is an official United Nations observer.

Which of the above statements is/are correct?

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

### **ANSWER SHEET**

1	B	10	D	19	D
2	B	11	B	20	D
3	D	12	A	21	A
4	B	13	C	22	C
5	D	14	A	23	C
6	B	15	A	24	B
7	B	16	C	25	C
8	D	17	B		
9	C	18	B		