

SAMPLE PAPER



14+

OLYMPIADS

MCQ

FORMAT

0

NEG. MARKS

IFeCO Economics Olympiad

International Olympiad Foundation (IOF)

CLASS / GRADE

Class 12

SUBJECT

IFeCO

DURATION

60 Min

MAX MARKS

50

GENERAL INSTRUCTIONS

- All questions are MCQs with options A, B, C, D
- Each correct answer carries 1 mark.
- No negative marking for wrong answers.
- Rough work should be done separately.

PAPER HIGHLIGHTS

MCQ Format

Four options per question (A,B,C,D)

No Negative Marking

1 mark per correct answer.

Conducted by IOF

International Olympiad Foundation

SUBJECTS

Cyber

English

Entrepreneurship

Mathematics

Commerce

Economics

GK & Current Affairs

Science

◆ All IOF Olympiad Programmes ◆



- Q1.** Independent India's first Finance Minister was: [+1]
[-0]
- A. Yashwant Sinha
 - B. R.K. Shanmukham Chetty
 - C. Pranab Mukherjee
 - D. R. Venkatraman
 - E. None of these
- Q2.** Which of the following measures of money supply includes the most liquid assets? [+1]
[-0]
- A. M1
 - B. M2
 - C. M3
 - D. M4
 - E. None of these
- Q3.** The amount of Minimum Reserve System retained by the RBI is: [+1]
[-0]
- A. Rs. 200 crores
 - B. Rs. 250 crores
 - C. Rs. 150 crores
 - D. Rs. 300 crores
 - E. None of these
- Q4.** Which is the oldest continuously operating central bank in the world? [+1]
[-0]
- A. Bank of England
 - B. Federal Reserve
 - C. Sveriges Riksbank
 - D. Bank of Japan
 - E. None of these
- Q5.** Who is the founder of Classical Economics? [+1]
[-0]
- A. David Ricardo
 - B. Karl Marx
 - C. J.B. Say
 - D. Adam Smith
 - E. None of these
- Q6.** Which is the world's least valuable currency currently? [+1]
[-0]
- A. Indonesian Rupiah
 - B. Iranian Rial
 - C. Ugandan Shilling
 - D. Iraqi Dinar
 - E. None of these.

- Q7.** During whose tenure as the Prime Minister were Economic Reforms carried out in India? [+1]
[-0]
- A. Indira Gandhi
 - B. P.V. Narasimha Rao
 - C. Morarji Desai
 - D. Atal Bihari Vajpayee
 - E. None of these
- Q8.** Which of the following is a Navratna company? [+1]
[-0]
- A. ITDC
 - B. NTPC
 - C. ONGC
 - D. OIL
 - E. None of these
- Q9.** Which Public Sector Unit has been privatised recently in India? [+1]
[-0]
- A. Shipping Corporation of India
 - B. NMDC Steel Limited
 - C. Air India
 - D. Indian Overseas Bank
 - E. None of these
- Q10.** How many countries are member of the regional group ASEAN? [+1]
[-0]
- A. 12
 - B. 9
 - C. 10
 - D. 13
 - E. None of these
- Q11.** What is the time period of India's last Five Year Plan ? [+1]
[-0]
- A. 2000 - 2005
 - B. 2008 - 2013
 - C. 2010 - 2015
 - D. 2012 - 2017
 - E. None of these
- Q12.** Period of 1966-1969 was the period of: [+1]
[-0]
- A. No plan
 - B. Third Five-Year Plan
 - C. Annual Plans
 - D. Fourth Five-Year Plan
 - E. None of these

Q13. Read the following statements – Assertion (A) and Reason (R). Choose the correct option from the alternatives given below.

[+1]
[-0]

Assertion (A): In the first seven plans India adopted a strategy of import substitution.
Reason (R): Heavy tariffs were levied by India on its exports.

- A. Both Assertion (A) and Reason (R) are true, and Reason (R) is the correct explanation of Assertion (A).
- B. Both Assertion (A) and Reason (R) are true, and Reason (R) is not the correct explanation of Assertion (A).
- C. Assertion (A) is true, but Reason (R) is false.
- D. Assertion (A) is false, but Reason (R) is true.
- E. None of these

Q14. Which concept is related to disposal of equity of public sector units in the market for covering the fiscal deficit of the central government?

[+1]
[-0]

- A. Nationalisation
- B. Denationalisation
- C. Disinvestment
- D. Liberalisation
- E. None of these

Q15. Which of the following statements is incorrect:

[+1]
[-0]

- A. Financial sector reforms led to the setting up of private banks in India.
- B. India has become the favourite destination of outsourcing for most of the MNCs.
- C. Decrease in the role of public sector was the main feature of industrial sector reforms in India.
- D. GATT was established in 1923 with 48 member countries.
- E. None of these

Q16. Read the following statements carefully and choose the correct alternative from the following:

[+1]
[-0]

Statement 1: India's New Economic Policy has neglected the agricultural sector as compared to the other two sectors.

Statement 2: India's New Economic Policy has discouraged consumerism.

- A. Both statements are true.
- B. Both statements are false.
- C. Statement 1 is true and statement 2 is false.
- D. Statement 1 is false and statement 2 is true.
- E. None of these.

Q17. What is the function of University Grants Commission?

[+1]
[-0]

- A. To regulate India's education and health sectors.
- B. To regulate and shape India's technical and engineering education.
- C. To regulate education up to senior secondary level in India.
- D. To regulate and shape India's higher education landscape.
- E. None of these.

Q18. Choose the correct alternative:

[+1]
[-0]

Column 1	Column 2
P. Right to Education Act	(i) 1998
Q. Tapas Majumdar Committee	(ii) 1985 (7 th Five-Year Plan)
R. India recognised the importance of human capital formation	(iii) 2009
S. ICMR	(iv) Education

- A. P-(iii)
- B. Q-(ii)
- C. R-(i)
- D. S-(iv)
- E. None of these

Q19. The process of moving from self-employment and regular salaried employment to casual wage work is known as:

[+1]
[-0]

- A. Informalisation of work force
- B. Casualisation of work force
- C. Modernisation of occupational structure
- D. Both (A) and (B)
- E. None of these

Q20. Read the following statements – Assertion (A) and Reason (R). Choose the correct option from the alternatives given below.

[+1]
[-0]

Assertion (A): Number of female workers in India is generally over estimated.

Reason (R): Many activities undertaken by women in India are not recognised as productive work.

- A. Both Assertion (A) and Reason (R) are true, and Reason (R) is the correct explanation of Assertion (A).
- B. Both Assertion (A) and Reason (R) are true, and Reason (R) is not the correct explanation of Assertion.
- C. Assertion (A) is true, but Reason (R) is false.
- D. Assertion (A) is false, but Reason (R) is true.
- E. None of these

Q21. More than 50% of the workforce in India belongs to the category of:

[+1]
[-0]

- A. Self-Employed
- B. Regular salaried workers
- C. Casual workers
- D. Formal workers
- E. None of these

Q22. Agricultural marketing does not comprise of:

[+1]
[-0]

- A. Transportation of the produce to the market
- B. Grading of the produce according to quality
- C. Storage of produce for future sale
- D. Credit taken to meet expenditure on agriculture
- E. None of these

Q23. Which of the following statements is correct?

[+1]
[-0]

- A. Under cooperative marketing the farmers sell their output individually.
- B. Gujarat is a success story in the efficient implementation of milk cooperatives.
- C. Horticulture is concerned with breeding, rearing, and caring of farm animals.
- D. Organic farming generates less employment opportunities
- E. None of these

Q24. Central Pollution Control Board (CPCB) has identified _____ categories of medium and large industries as polluting industries .

[+1]
[-0]

- A. 15
- B. 17
- C. 19
- D. 13
- E. None of these

Q25. Read the following statements – Assertion (A) and Reason (R). Choose the correct option from the alternatives given below.

[+1]
[-0]

Assertion (A): The use of chlorofluorocarbons (CFC) is banned throughout the world.

Reason (R): CFC is the main reason for ozone depletion.

- A. Both Assertion (A) and Reason (R) are true, and Reason (R) is the correct explanation of Assertion (A).
- B. Both Assertion (A) and Reason (R) are true, and Reason (R) is not the correct explanation of Assertion (A) .
- C. Assertion (A) is true, but Reason (R) is false.
- D. Assertion (A) is false, but Reason (R) is true.
- E. None of these

Q26. Which of the following statements is incorrect ?

[+1]
[-0]

- A. Poverty is causing environmental degradation in India.
- B. Opportunity costs of negative environmental impacts are high.
- C. Deforestation does not lead to global warming.
- D. Ozone layer prevents ultraviolet rays from passing through the earth's atmosphere.
- E. None of these

Q27. Choose the correct alternative:

[+1]
[-0]

Column 1	Column 2
(a) The Great Leap Forward	(i) Cultivating land collectively
(b) Commune System	(ii) Opening industries in the backyard
(c) Proletarian Cultural Revolution	(iii) Students were sent to work and learn in the countryside
(d) Economic Reforms in China	(iv) 1988

- A. (a) - (i)
- B. (b) - (ii)
- C. (c) - (iii)
- D. (d) - (iv)
- E. None of these

- Q28.** Rank India, China, Pakistan in terms of better value of Human Development Index: [+1]
[-0]
- A. 1st -Pakistan; 2nd - China; 3rd - India
 - B. 1st - India; 2nd - China; 3rd - Pakistan
 - C. 1st - China; 2nd - Pakistan; 3rd - India
 - D. 1st - China; 2nd - India; 3rd - Pakistan
 - E. None of these
- Q29.** Read the following statements carefully and choose the correct alternative from the following: [+1]
[-0]
- Statement 1: Till 1980s India, China and Pakistan had very similar growth rates.
- Statement 2: India announced its first Five-Year Plan in 1951, China in 1953 and Pakistan in 1956.
- A. Both statements are true.
 - B. Both statements are false.
 - C. Statement 1 is true and statement 2 is false.
 - D. Statement 1 is false and statement 2 is true.
 - E. None of these.
- Q30.** Liberty indicator relates to: [+1]
[-0]
- A. Degree of civil and political freedom
 - B. Freedom to get education
 - C. Freedom to access health care services
 - D. Both (B) and (C)
 - E. None of these
- Q31.** Which of the following is not included in domestic income? [+1]
[-0]
- A. Production for self-consumption
 - B. Services of owner-occupied houses
 - C. Services for self-consumption
 - D. Goods provided free of cost by the govt.
 - E. None of these
- Q32.** Which of the following is a component of profit? [+1]
[-0]
- A. Undistributed profits
 - B. Dividends
 - C. Corporate tax
 - D. All of these
 - E. None of these
- Q33.** Which of the following is not a factor payment? [+1]
[-0]
- A. Uniform to defence personnel
 - B. Salaries to Members of Parliament
 - C. Rent paid to the owner of the building
 - D. Interest paid on national debt
 - E. None of these

Q34. Read the following statements carefully and choose the correct alternative from the following:

[+1]
[-0]

Statement 1: Capital formation is a stock variable.

Statement 2: A stock variable has a time dimension.

- A. Both statements are true.
- B. Both statements are false.
- C. Statement 1 is true and statement 2 is false.
- D. Statement 1 is false and statement 2 is true.
- E. None of these.

Q35. If aggregate demand exceeds aggregate supply at full employment level, the gap between AD and AS at full employment is called:

[+1]
[-0]

- A. Inflationary Gap
- B. Deflationary Gap
- C. Surplus Demand
- D. Deficient Demand
- E. None of these

Q36. If $MPC = 1$, then the value of multiplier will be:

[+1]
[-0]

- A. 0
- B. 1
- C. Between 0 and 1
- D. Infinity
- E. None of these

Q37. Read the following statements – Assertion (A) and Reason (R). Choose the correct option from the alternatives given below.

[+1]
[-0]

Assertion (A): Marginal propensity to consume varies between 0 and infinity.

Reason (R): Incremental income is spent on consumption or saved for the future.

- A. Both Assertion (A) and Reason (R) are true, and Reason (R) is the correct explanation of Assertion (A).
- B. Both Assertion (A) and Reason (R) are true, and Reason (R) is not the correct explanation of Assertion (A) .
- C. Assertion (A) is true, but Reason (R) is false.
- D. Assertion (A) is false, but Reason (R) is true.
- E. None of these

Q38. Identify the correct statement:

[+1]
[-0]

- A. The consumption curve starts from the origin.
- B. At the Break Even point, saving is zero.
- C. Aggregate Demand and Market Demand are the same thing.
- D. According to Keynesian Theory, equilibrium is always achieved at full employment level.
- E. None of these.

Q39. Which of the following is not a capital receipt?

[+1]
[-0]

- A. Borrowings from World Bank
- B. Dis-Investment
- C. Recovery of loans
- D. Interest received on loans
- E. None of these.

Q40. Choose the correct alternative:

[+1]
[-0]

Column 1	Column 2
(a) Pension to retired government employees	(i) Revenue Receipt
(b) Sale of 40% share of PSU to a private company	(ii) Capital Expenditure
(c) Dividend received by the government	(iii) Capital Receipt
(d) Purchase of railway coaches	(iv) Revenue Expenditure

- A. (a) - (i)
- B. (b) - (ii)
- C. (c) - (i)
- D. (d) - (iv)
- E. None of these.

Q41. In which of the following measures does government print more currency while financing the budgetary deficit:

[+1]
[-0]

- A. Issuing bonds
- B. Disinvestment
- C. Deficit financing
- D. Borrowing
- E. None of these

Q42. Read the following statements carefully and choose the correct alternative from the following:

[+1]
[-0]

Statement 1: Capital receipts either create assets or reduce liabilities of the government.
Statement 2: Recovery of loans is a debt creating capital receipt.

- A. Both statements are true.
- B. Both statements are false.
- C. Statement 1 is true and statement 2 is false.
- D. Statement 1 is false and statement 2 is true.
- E. None of these.

Q43. Identify the correct statement:

[+1]
[-0]

- A. Balance of Trade and Balance of Payments mean the same thing.
- B. Balance of Trade is a wider concept than Balance of Payments.
- C. Balance of Trade is the difference between the quantity of exports and imports of goods.
- D. Balance of Trade is the difference between the value of exports and imports of goods.
- E. None of these

Q44. Read the following statements – Assertion (A) and Reason (R). Choose the correct option from the alternatives given below.

[+1]
[-0]

Assertion (A): Depreciation of domestic currency leads to increase in imports.
Reason (R): Depreciation of domestic currency makes domestic goods relatively cheaper.

- A. Both Assertion (A) and Reason (R) are true, and Reason (R) is the correct explanation of Assertion (A).
- B. Both Assertion (A) and Reason (R) are true, and Reason (R) is not the correct explanation of Assertion (A) .
- C. Assertion (A) is true, but Reason (R) is false.
- D. Assertion (A) is false, but Reason (R) is true.
- E. None of these

Q45. A company located in India receives a loan from a company located abroad. This transaction is recorded in India's Balance of Payments on:

[+1]
[-0]

- A. Credit side of current account.
- B. Debit side of current account.
- C. Credit side of capital account.
- D. Debit side of capital account.
- E. None of these.

Q46. Which of the following items increases the supply of foreign exchange ?

[+1]
[-0]

- A. Purchase of land in Dubai.
- B. Donations received from NRIs .
- C. Indian students going to the US for higher studies.
- D. Import of goods from Japan.
- E. None of these.

Q47. To control the money supply in the economy, the central bank may:

[+1]
[-0]

- A. buy securities in the open market
- B. sell securities in the open market
- C. reduce cash reserve ratio
- D. reduce repo rate
- E. None of these

Q48. What items are not included in M1, measure of supply?

[+1]
[-0]

- A. Deposits of IMF & WB with RBI.
- B. Demand deposits with banks.
- C. Deposits of Financial institutions with RBI.
- D. Total deposits with post office saving bank.
- E. None of these

Q49. Read the following statements – Assertion (A) and Reason (R). Choose the correct option from the alternatives given below.

[+1]
[-0]

Assertion (A): Higher CRR implies lower capacity of commercial banks to create credit.
Reason (R): Credit multiplier is the reciprocal of CRR.

- A. Both Assertion (A) and Reason (R) are true, and Reason (R) is the correct explanation of Assertion (A).
- B. Both Assertion (A) and Reason (R) are true, and Reason (R) is not the correct explanation of Assertion (A) .
- C. Assertion (A) is true, but Reason (R) is false.
- D. Assertion (A) is false, but Reason (R) is true.
- E. None of these

Q50. Which of the following is not the function of the central bank?

[+1]
[-0]

- A. Banking facilities to the government
- B. Banking facilities to the public
- C. Lending to the government
- D. Lending to the commercial banks
- E. None of these

CLASS / GRADE

Class 12

SUBJECT

IFeCO

TOTAL QUESTIONS

50

MAX MARKS

50

ANSWER SHEET

Q.NO	ANSWER	Q.NO	ANSWER	Q.NO	ANSWER	Q.NO	ANSWER	Q.NO	ANSWER
Q01	-	Q11	D	Q21	A	Q31	C	Q41	C
Q02	-	Q12	C	Q22	D	Q32	D	Q42	B
Q03	-	Q13	C	Q23	B	Q33	D	Q43	D
Q04	-	Q14	C	Q24	B	Q34	B	Q44	D
Q05	-	Q15	D	Q25	A	Q35	A	Q45	C
Q06	-	Q16	C	Q26	C	Q36	D	Q46	B
Q07	-	Q17	D	Q27	C	Q37	D	Q47	B
Q08	-	Q18	A	Q28	D	Q38	B	Q48	D
Q09	-	Q19	B	Q29	A	Q39	D	Q49	A
Q10	C	Q20	D	Q30	A	Q40	C	Q50	B

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