

SAMPLE TEST PAPER

**NATIONAL UNIVERSITY OF MODERN LANGUAGES
DEPARTMENT OF ECONOMICS**

**Class: MSc Economics
Entry test, Fall 2019**

**Total Marks: 75
Time Allowed: 1 Hrs**

ENGLISH

- 1. Click on a word which best describes the word 'Pragmatic'**
 - a) Practical
 - b) Pregnant
 - c) Liar
 - d) Arrogant

- 2. Choose the right phrase to fill in the blank space. They speak well,?**
 - a) do they
 - b) are they
 - c) don't they
 - d) didn't they

Microeconomics

- 3. Which of the following is a microeconomics statement?**
 - a) The real domestic output increased by 2.5 percent last year.
 - b) Unemployment was 9.8 percent of the labour force last year.
 - a) The price of wheat declined last year.
 - b) The general price level increased by 4 percent last year.

- 4. The law of demand states that**
 - a) Price and quantity demanded are inversely related
 - b) The larger the number of buyers in a market, the lower will be product price
 - c) Price and quantity demanded are directly related
 - d) Consumers will buy more of a given product at high prices than they will at low prices

Macroeconomics

- 5. In the simple circular flow model**
 - a) Households are suppliers of resources
 - b) Businesses are suppliers of final products
 - c) Households are demanders of final products
 - d) All of the above are true

- 6. If consumer incomes increase, the demand for product X**
 - a) Will necessarily remain unchanged
 - b) May shift either to the right or left
 - c) Will necessarily shift to the right
 - d) Will necessarily shift to the left