

QB365 Question Bank Software Study Materials

Economics of Development and Planning 50 Important 1 Marks Questions With Answers (Book Back and Creative)

12th Standard

Economics

Total Marks : 50

Multiple Choice Question

50 x 1 = 50

- 1) "Redistribution with Growth" became popular slogan under which approach?
(a) Traditional approach **(b) New welfare oriented approach** (c) Industrial approach (d) None of the above
- 2) Which is not the feature of economic growth?
(a) Concerned with developed nations (b) Gradual change (c) Concerned with quantitative aspect **(d) Wider concept**
- 3) Which among the following is a characteristic of underdevelopment?
(a) Vicious circle of poverty (b) Rising mass consumption (c) Growth of Industries (d) High rate of urbanization
- 4) The non-economic determinant of economic development
(a) Natural resources **(b) Human resource** (c) Capital formation (d) Foreign trade
- 5) Economic growth measures the_____
(a) Growth of productivity (b) Increase in nominal income **(c) Increase in output** (d) None of the above
- 6) The supply side vicious circle of poverty suggests that poor nations remain poor because
(a) Saving remains low (b) Investment remains low (c) There is a lack of effective government **(d) a and b above**
- 7) Which of the following plan has focused on the agriculture and rural economy
(a) People's Plan (b) Bombay Plan **(c) Gandhian Plan** (d) Vishveshwarya Plan
- 8) Arrange following plans in correct chronological order
(i) People's Plan
(ii) Bombay Plan
(iii) Jawaharlal Nehru Plan
(iv) Vishveshwarya Plan
(a) (i) (ii) (iii) (iv) **(b) (iv) (iii) (ii) (i)** (c) (i) (ii) (iv) (iii) (d) (ii) (i) (iv) (iii)
- 9) M.N. Roy was associated with_____
(a) Congress Plan **(b) People's Plan** (c) Bombay Plan (d) None of the above
- 10) Which of the following country adopts indicative planning?
(a) France **(b) Germany** (c) Italy (d) Russia
- 11) Short-term plan is also known as_____
(a) Controlling Plans (b) De-controlling Plans (c) Rolling Plans (d) De-rolling Plans
- 12) Long-term plan is also known as_____
(a) Progressive Plans (b) Non-progressive Plans **(c) Perspective Plans** (d) Non-perspective Plans
- 13) The basic philosophy behind long-term planning is to bring _____changes in the economy?
(a) Financial (b) Agricultural **(c) Industrial** (d) Structural

- 14) Sarvodaya Plan was advocated by_____
- (a) Mahatma Gandhi **(b) J.P.Narayan** (c) S.N Agarwal (d) M.N. Roy
- 15) Planning Commission was set up in the year _____
- (a) 1950** (b) 1951 (c) 1947 (d) 1948
- 16) Who wrote the book 'The Road to Serfdom'?
- (a) Friedrich Hayek** (b) H.R. Hicks (c) David Ricardo (d) Thomas Robert Malthus
- 17) Perspective plan is also known as_____
- (a) Short-term plan (b) Medium-term plan **(c) Long-term plan** (d) None of the above
- 18) NITI Aayog is formed through_____
- (a) Presidential Ordinance (b) Allocation of business rules by President of India **(c) Cabinet resolution**
- (d) None of the above
- 19) Expansion of NITI Aayog
- (a) National Institute to Transform India (b) National Institute for Transforming India
- (c) National Institution to Transform India **(d) National Institution for Transforming India**
- 20) The Chair Person of NITI Aayog is
- (a) Prime Minister** (b) President (c) Vice - President (d) Finance Minister
- 21) The concept_____ refers to the structural changes towards betterment
- (a) Economic fluctuation (b) Economic growth **(c) Economic development** (d) None of these
- 22) Planning in India is
- (a) Centralized planning **(b) Democratic planning** (c) Partial Planning (d) Indicative planning
- 23) In capitalism, the allocation of resources and distribution of rewards are done through the ____ system.
- (a) supply (b) demand **(c) price** (d) curve
- 24) There will be _____ planning in a capitalist economy
- (a) rural (b) urban (c) total **(d) partial**
- 25) Socialist economy gives more importance to_____ sector.
- (a) agriculture **(b) industry** (c) service (d) goods
- 26) The process of decision making about alternative ways of using available scarce resources is _____.
- (a) consumption (b) saving (c) expenditure **(d) economic planning**
- 27) _____ plan is made for the period of five years.
- (a) Short term plan (b) Long term plan **(c) Medium term plan** (d) Annual plan
- 28) _____ planning refers to that planning which seeks to remove economic difficulties.
- (a) Comprehensive (b) Financial **(c) Functional** (d) Decentralized
- 29) How many approaches are there to the concept of development?
- (a) one **(b) two** (c) three (d) seven
- 30) The term 'underdeveloped country' is _____ one.
- (a) relative** (b) absolute (c) systematic (d) structural

- 31) What are the income limits of Middle Income Countries as per World Development Report?
(a) GNI Per Capita Ranging Between 906 And 11, 115 (b) GDP Per Capita Ranging Between 906 And 11, 115
 (c) Per Capita Ranging \$ 11, 115 and above (d) GDP Per Capita Ranging Between \$ 906 or below
- 32) Find the suitable examples for the following statement. "If labour is efficient and skilled, its capacity to contribute to growth will be high."
 (a) India and China (b) Japan and India **(c) Japan and China** (d) USA and Canada
- 33) "Moral, ethical and social values: These determine the efficiency of the market" Who said this?
(a) Douglas (b) Negi (c) Arthur (d) Dalton
- 34) Find the meaning of the following statement "If People spend larger proportion of their income and time on entertainment liquor and other illegal activities, productive activities may suffer"
 (a) crony capitalism (b) capitalism (c) socialism **(d) casino capitalism**
- 35) Who explained the idea in these words: "It implies a circular constellation of forces tending to act and react upon one another in such a way as to keep a poor country in a state of poverty"
 (a) Dalton (b) Pigou (c) Schumpeter **(d) Nurkse**
- 36) Trace of author of following statement "Economic Planning is "collective control or suppression of private activities of production and exchange"
 (a) Joan Robbins **(b) Robbins** (c) Marshall (d) Dalton
- 37) National Planning Commission came into force on _____?
(a) January 26, 1950 (b) January 15, 1950 (c) January 26, 1951 (d) August 15, 1950
- 38) Find the incorrect match
 (a) Sir M. Vishveshwarya (1934): "Planned Economy of India". (b) Jawaharlal Nehru (1938): "National Planning Commission
(c) Bombay Plan (1940): 'People's Plan'" (d) None of the above
- 39) Who said, "The better we try to plan, the more planners we need"
 (a) Joan Robins **(b) Lewis** (c) Dalton (d) Amartya K Sen
- 40) _____ are/is the Chairperson of NITI Aayog and _____ will be Ex-officio members.
 (a) The Prime Minister and The Finance Commission **(b) The Prime Minister and Union Ministers**
 (c) The Finance and Union Ministers (d) Union Ministers and The Prime Minister
- 41) Match list-I with List-II correctly and select your answer from the codes given below:
- | LIST I | LIST II |
|-------------------|------------------------|
| a) Gandhian Plan | 1) Ardesir Dalal |
| b) People's plan | 2) Mannarayana |
| c) Bombay Plan | 3) M. N. Roy |
| d) Sarvodaya Plan | 4) Jay Prakash Narayan |
- (a) 1 2 3 4 **(b) 2 3 1 4** (c) 2 3 4 1 (d) 1 2 4 3
- 42) The vicious circle theory states that
 (a) growing government assistance create addiction to welfare programs
 (b) low income levels create pressure for money creation. (c) low income levels create pressure for cheap imports
(d) low per capita income creates low savings that keep incomes low.
- 43) Most mixed or capitalist developing countries are limited to an indicative plan, which indicates expectations, aspirations, and intentions

- (a) **but falls short of authorization** (b) with immediate implementation (c) of the central bank
(d) of implementation through foreign aid.
- 44) Planning in many LDCs has failed because detailed programs for the public sector have not been worked out and
(a) governments depend primarily on their colonial masters. **(b) excessive controls are used in the private sector**
(c) the brain drain cost government substantially. (d) monopolies dominate in the agricultural sector
- 45) **Assertion:** There is a circular relationship between human development and economic growth.
Reason: A healthy, educated and skilled labour force is the most important productive asset.
(a) Both A and R are true and R is the correct explanation of A
(b) Both A and R are true but R is not the correct explanation of A (c) A is true but R is false
(d) A is false but R is true
- 46) Who gave the Sarvodaya plan?
(a) Agarwal S.N (b) Vishveshwarya M **(c) Narayan J.P** (d) Jawaharlal Nehru
- 47) GNI per capita ranging between 906–11,115 is found in _____ income countries.
(a) low **(b) middle** (c) high (d) none
- 48) Bombay plan was presented by _____ industrialists.
(a) 5 (b) 6 **(c) 8** (d) 10
- 49) Planning Commission was created on _____.
(a) Aug 15, 1947 **(b) March 15, 1950** (c) Jan 26, 1950 (d) April 1, 1951
- 50) For the given assertion and reason choose the correct answer
Assertion(A): Capital formation is one of the economic determinants of economic development.
Reason(R): Technical know how is one of the non-economic determinants of economic development.
(a) Both A and R are true and R is the correct explanation of A
(b) Both A and R are true and R is the not correct explanation of A (c) A is true and R is false
(d) A is false and R is true