

# QB365 Question Bank Software Study Materials

## Facilitators of International Business and Balance Of Trade And Balance Of Payments 50 Important 1 Marks Questions With Answers

11th Standard

Commerce

Total Marks : 50

### Multiple Choice Question

50 x 1 = 50

- 1) General Agreement on Tariff and Trade was signed on \_\_\_\_\_  
**(a) 30-October-1947** (b) 29-October-1947 (c) 28-October-1947 (d) 26-October-1947
- 2) WTO was established on \_\_\_\_\_  
(a) 1-1-1996 (b) 1-1-1997 **(c) 1-1-1995** (d) 1-1-1994
- 3) The headquarter of WTO is located at \_\_\_\_\_.  
(a) New york (b) London **(c) Geneva** (d) Brazil
- 4) The day to day administration of WTO is entrusted with \_\_\_\_\_  
(a) Executive Council **(b) General Council** (c) Administrative Council (d) General body
- 5) World bank is located at \_\_\_\_\_  
**(a) Washington DC** (b) New York (c) Tokyo (d) Hongkong
- 6) The Statement which discloses a record of transactions between the residents of one country and residents of Foreign Country.  
**(a) Balance of Payment** (b) Balance of Trade (c) Statement of receipts and payments (d) Accounting Statement
- 7) The Balance of Payments councils consists of \_\_\_\_\_.  
(a) Current Account (b) Capital Account (c) Receipts and Payments Account  
**(d) Both Current Account and Capital Account**
- 8) Foreign Capital long-term loan and Foreign Currency reserve are recorded under \_\_\_\_\_.  
(a) Official Capital **(b) Private Capital** (c) Banking Capital (d) Both private and official Capital
- 9) The term official capital includes \_\_\_\_\_.  
(a) RBI holdings of foreign currencies (b) Special drawing rights held by the Government **(c) Both A and B**  
(d) Foreign Investment
- 10) Balance of payments surplus indicates \_\_\_\_\_.  
**(a) Exports are more than the Imports** (b) Imports are more than Exports (c) Exports and Imports are at equilibrium  
(d) Exports and Imports are above equilibrium
- 11) IMF was established in the year \_\_\_\_\_.  
(a) 1944 **(b) 1945** (c) 1956 (d) 1997
- 12) IBRD was set up in \_\_\_\_\_.  
**(a) 1944** (b) 1954 (c) 1964 (d) 1974
- 13) Which one of the following is not the objective of IMF.  
(a) Promoting international monetary Co-operation (b) Ensuring balanced international trade

- (c) Ensuring exchange rate stability    **(d) Providing longterm capital to member countries for reconstruction**
- 14) The headquarters of IMF and World Bank are located at \_\_\_\_\_  
(a) Geneva & Montreal    (b) Geneva & Vienna    (c) New York & Geneva    **(d) Washington**
- 15) SAARC was established on \_\_\_\_\_  
**(a) 1985**    (b) 1895    (c) 1858    (d) 1958
- 16) The headquarters of International Finance Corporation was situated in \_\_\_\_\_  
(a) Europe    **(b) Washington**    (c) Chennai    (d) Florida
- 17) GATT was renamed in 1995 as .....  
**(a) WTO**    (b) IMF    (c) World Bank    (d) TRIPS
- 18) SDR was created by IMF in the year .....  
(a) 1966    (b) 1967    (c) 1968    **(d) 1969**
- 19) WTO is situated at .....  
(a) Washington    (b) Newyork    **(c) Geneva**    (d) London
- 20) SAARC was founded at .....  
(a) New Delhi    (b) Beijing    **(c) Dhaka**    (d) London
- 21) IFC is one subsidiary institution of .....  
(a) IMF    (b) WTO    **(c) World Bank**    (d) SAARC
- 22) WTO has \_\_\_\_\_ countries.  
(a) 150    (b) 160    **(c) 164**    (d) 174
- 23) \_\_\_\_\_ settles the trade disputes amicably among the member countries.  
(a) UNO    **(b) WTO**    (c) GATT    (d) IMF
- 24) WTO is the expansion of \_\_\_\_\_  
(a) World Technical Organisation    (b) Western Technical Organisation    (c) Wild Tiger Organisation  
**(d) World Trade Organisation**
- 25) SAARC is located at \_\_\_\_\_  
**(a) Delhi in India**    (b) Colombo in Srilanka    (c) Dhaka in Bangladesh    (d) Islamabad on Pakistan
- 26) IMF has a membership of \_\_\_\_\_ countries.  
(a) 160    **(b) 189**    (c) 169    (d) 179
- 27) \_\_\_\_\_ is committed to protecting free trade.  
(a) IMF    (b) SAARC    **(c) WTO**    (d) TRIPS
- 28) IMF's value is now determined in terms of \_\_\_\_\_  
(a) Debentures    **(b) Gold**    (c) Shares    (d) Petroleum
- 29) The head quarter of the council of SAARC is located in \_\_\_\_\_  
(a) Dhaka    (b) Bangladesh    (c) Bhopal    **(d) Nepal**
- 30) WTO meets almost once in every \_\_\_\_\_ years.  
(a) Five    (b) Two    (c) Four    **(d) Three**

- 31) Which of the following does not include the invisible items?  
**(a) Balance of Trade** (b) Balance of payments (c) Both (a) and (b) (d) None of these
- 32) Balance of payment of a country includes \_\_\_\_\_.  
 (a) Current account (b) Monetary account (c) Capital account **(d) All of the above**
- 33) Final balance of payments of a country is \_\_\_\_\_.  
 (a) Always balanced **(b) Always deficit** (c) Always surplus (d) Fluctuates
- 34) If balance of payments of a country is in deficit, then \_\_\_\_\_.  
 (a) Current Account will be in deficit (b) Money supply can be increased to deficit (c) Country can borrow from abroad  
**(d) (a) and (c) of the above**
- 35) Balance of trade of a country may either be .....  
 (a) favourable (b) unfavourable **(c) both (a) or (b)** (d) none of these
- 36) Balance of trade is only ..... of the balance of payment.  
 (a) less than (b) more than **(c) segment** (d) none of these
- 37) Balance of trade is ..... term.  
**(a) narrow** (b) wider (c) both (a) and (b) (d) none of these
- 38) Balance of payment is ..... term.  
 (a) narrow **(b) wider** (c) both (a) and (b) (d) none of these
- 39) Components of Balance of Payments are .....  
 (a) 1 (b) 2 (c) 3 **(d) 4**
- 40) Unilateral Payments Account Credit items shows .....  
**(a) Private-remittances received from foreign countries** (b) Pension Payments to foreign countries  
 (c) Private remittances of foreign countries (d) Both (a) and (b)
- 41) Unilateral Payments Accounts Debit items .....  
**(a) Private remittances to foreign countries** (b) Private remittances from foreign countries  
 (c) Pension Payments received from foreign countries (d) Both (a) and (b)
- 42) Balance of Payments always ..... sense also.  
 (a) Equilibrium (b) Nil **(c) Balance** (d) None of these
- 43) Measures of correct Disequilibrium in Balance of Payments .....  
 (a) Automatic correction (b) Planned measure **(c) Both (a) and (b)** (d) None of these
- 44) It is one monetary measure taken to correct adverse balance of payment .....  
**(a) Devaluation of Home currency** (b) Import duties (c) Both (a) and (b) (d) None of these
- 45) The balance of payments consist \_\_\_\_\_ components.  
 (a) 2 (b) 3 **(c) 4** (d) 5
- 46) The capital accounts consists \_\_\_\_\_ components in balance of trade.  
 (a) 2 **(b) 3** (c) 4 (d) 5
- 47) The balance of payments includes all economic transactions both recorded on current account and \_\_\_\_\_ account.

(a) **capital** (b) savings (c) personal (d) real

48) Insurance service sold abroad is \_\_\_\_\_ items of current account.

(a) **credit items** (b) debit items (c) profit items (d) loss items

49) \_\_\_\_\_ includes movement into external financial asset and liabilities.

(a) Private capital (b) **Banking capital** (c) Official capital (d) Both private and official capital

50) \_\_\_\_\_ includes banking, shipping and insurance.

(a) Visible trade (b) **Invisible trade** (c) Home trade (d) Foreign trade