

Tnpsc Economics 2021 Questions Part 1 in English

More Questions: <https://wp.me/p7JanY-6T4>

1. What is the term used to denote the coexistence of two different features in an economy?
(a) Technology (b) Dependency (c) **Dualism** (d) Inequality (e) Answer not known
2. Assertion (A): Productivity of land in India is low.
Reason (R): Small farmers are not motivated to produce more.
(a) A is true R is false (b) **Both A and R are true and R is the correct explanation of A**
(c) A is false R is true (d) Both A and R are true but R is not the correct explanation of A
(e) Answer not known
3. Liberalization providing freedom to
(a) **Private sector** (b) Industrial sector (c) International sector (d) Agricultural sector
(e) Answer not known
4. Population increasing rate in the year 1951 decrease from 1.33% to 1.25% so this year is called as
(a) Year of decreasing (b) Year of shortage (c) **Year of small divide**
(d) Year of backward (e) Answer not known
5. The concept of economic planning in India Five Year Plan is derived from
(a) America (b) England (c) Russia (then USSR) (d) **France** (e) Answer not known
6. Which of the following fact is false?
(a) Chennai is the health capital of India (b) Tamil Nadu have 7 Agro Climatic Zones
(c) Largest Paper Mill is at Karur (d) **Tamil Nadu have the first place in rubber production**
(e) Answer not known
7. Choose the incorrect statement:
I. A Kisan credit card is aimed to have quick and affordable credit to farmers
II. Agricultural Produce Market Committee is a non statutory body
III. To promote agricultural activities is the function of APMC

IV. APMC provides market led extension services

- (a) I and II (b) III and IV (c) IV only **(d) II only** (e) Answer not known

8. Which of the following is wrongly matched?

- (a) Gateway of Tamil Nadu - Thoothukudi
(b) Home Textile City - **Erode**
(c) Steel City - Salem
(d) Pump City - Coimbatore

(e) Answer not known

9. The function of NITI are

- (1) Decentralized Planning (2) Harmonization (3) Capacity Building
(4) External Consultancy

Out of these, which are correct answer?

- (a) (1) and (2) (b) (2) and (3) **(c) (1), (2) and (3)** (d) (2) and (4) (e) Answer not known

10. The measures of the tenancy reforms pertain to

- (1) Regulation of rent (2) Security of tenure
(3) Ownership rights for tenants (4) Ceilings on land holdings
(a) 2 and 3 only (b) 1 and 2 only (c) 2, 3 and 4 only **(d) 1, 2 and 3 only**

(e) Answer not known

11. Which of the following is not the function of finance commission?

- (a) To recommend the distribution between union and state of the net proceeds of taxes
(b) Suggest the principles which should govern the grants-in-aid of the States
(c) Suggest measures to augment the consolidated fund of a State in order to supplement the resources of the Panchayats and Municipalities

(d) To formulate a plan for the most effective utilization of the country's resources

(e) Answer not known

12. The Programme which was launched in 2005-06, to provide basic amenities and infrastructure to rural India is called as:

- (a) Pradhan Mantri Gram Sadak Yojana **(b) Bharat Nirman and Rural Housing**
(c) National Rural Livelihood Mission (d) National Rural Health Mission
(e) Answer not known

13. The Credit Authorisation Scheme introduced by

- (a) International Monetary Fund **(b) Reserve Bank of India** (c) Commercial Bank
(d) Exim Bank (e) Answer not known

14. Consider the following statement:

- (1) India buys Eighth position in terms of nominal Gross Domestic product among the world economy
(2) India buys third in terms of purchasing power parity among the world economy
(3) UGANDA is included in G-20
(4) Highest internet users in the world is China as per 2017 statement

Among these, which of the statements are correct?

- (a) 1 and 2 only (b) 2 and 3 only **(c) 2 and 4 only** (d) 4 only (e) Answer not known

15. Purpose of Agricultural Producers' Co-operative marketing society is

- (1) Sale of agricultural products at higher price
(2) Produce pledge loan for agriculturalist's maximum amount of loan
(3) To create comfortable market zone
(4) To preserve the goods

- (a) 1 correct (b) 1, 2 correct **(c) 1, 2, 3 correct** (d) 3, 4 correct (e) Answer not known

16. Pick out option which consists of BRIC Nations.

- (a) Britain, Rio de Janerio, Italy, Congo, Switzerland
(b) Brazil, Russia, India, China, South Africa
(c) Bhutan, Rumania, Indonesia, Canada, Sumatra
(d) Bangladesh, Russia, Iceland, Chile, Sweden
(e) Answer not known

17. Choose the correct statements related to "Black money"

- (a) These are assets not reported to the Government at the time of their generation
 (b) Estimate of black money in India for the year 1983-84 is 95% of GDP
 (c) “Tax havens” are typically big countries which impose high tax on the foreigners who decide to settle down
 (a) **a only** (b) b only (c) a and b only (d) b and c only (e) Answer not known

18. Statement 1: A major issue highlighted by census 2011 is that there are around 50 lakhs less children in age group 0-6 years in census 2011 than census 2001.

Statement 2: Population growth rate between 2001 and 2011 is lower than the population growth rate between 1991 and 2001.

- (a) S1 and S2 are correct but S2 does not explain S1 (b) S1 is wrong; S2 is correct
 (c) Both S1 and S2 are wrong (d) **S1 and S2 are correct and S2 explain S1**
 (e) Answer not known

19. What are the recent trends in the global economy which has led to RBI ‘sell buy’ swap of USD/INR

- (a) Financial markets worldwide facing intense selling pressures due to the spread of Covid-19 infections
 (b) Slump in International crude prices
 (c) Emerging market currencies experiencing upward pressure
 (a) a only (b) b and c only (c) **a and b only** (d) c only (e) Answer not known

20. What are the facts related to defining GDP?

- (a) It is not for a specific period of time
 (b) It measures only goods and not services
 (c) It is a non monetary measure
 (a) a is correct; b and c are wrong (b) b and c are correct; a is wrong (c) **a, b, c are wrong**
 (d) b is correct; a and c are wrong (e) Answer not known

21. Which District is occupying the last rank in Human Development Index in Tamil Nadu?

- (a) Villupuram (b) Theni (c) Perambalur (d) **Ariyalur** (e) Answer not known

22. Child Development Index takes into account of the following factors:

- I. Education II. Income III. Health IV. Nutritional status

Select the appropriate combination:

- (a) I, II and III **(b) I, III and IV** (c) I, II and IV (d) II, III and IV
(e) Answer not known

23. Consider the following statement:

- (1) India Introduced the family planning programme in 1950s
- (2) The family planning programme adopted Neo-Marxian approach to birth control
- (3) End of National Emergency Ruled out compulsion in family planning
- (4) Planning and implementation was carried by central Government

Choose the correct answer:

- (a) 2 and 3 only correct **(b) 1 and 3 only correct** (c) 2 and 4 only correct
(d) 1 and 4 only correct (e) Answer not known

24. The word “Sustainable Development” is clearly indicative of the fact that

- (a) **Natural assets are finite** (b) Natural assets are infinite
(c) Natural assets are not resources (d) Present model of Development promotes stability in nature
(e) Answer not known

25. The following are the functions of Niti Aayog. Find out which is/are wrongly listed

- I. To foster cooperative federalism
- II. To give final approval to five year plans
- III. To implement schemes for rural development
- IV. To advise the State and Central Governments on levying taxes

- (a) I and II (b) I, II and III **(c) II and IV** (d) Only IV (e) Answer not known

26. According to the evaluation report of Niti Aayog related to Minimum Support Price (MSP), which of the following statement(s) is/are correct?

- (a) MSP is declared before the sowing season
(b) The idea behind MSP is to give guaranteed prices to the farmers and save them from price fluctuations
(c) With globalization resulting in free trade in agricultural commodities, it is not important to protect the farmers from the unwarranted fluctuations in prices

(a) a, c only **(b) a, b only** (c) b only (d) c only (e) Answer not known

27. According to Nobel Laureate Abhijit Banerjee (Economist), what is the only solution to overcome the economic pain in the short run in the wake of Covid-induced economic crisis?

(a) Putting more money in the hands of big corporate

(b) Giving more tax cuts for big corporate

(c) Putting more money in the hands of poor

(d) Giving more tax cuts to the poor

(e) Answer not known

28. Regarding the Indian economy, which of the following reflect, unprecedented suspension of economic activity in the first quarter of this fiscal (April-June) due to the Covid pandemic

(a) Contraction of around 50.3% in the construction sector

(b) Contraction of around 39.3% in the manufacturing sector

(c) Contraction of around 10% in the agri, forestry and fishing sector

(d) Contraction of around 5% in the Trade, hotels, transport sector

(a) a and b only (b) a and c only (c) b and c only (d) b and d only

(e) Answer not known

29. Choose the correct statement related to recent Bank mergers in India:

(a) Large Banks will be able to borrow more from the market and thereby help the economy revive

(b) Bank merger will lead to increased operational efficiency of the banking sector

(a) a only **(b) b only** (c) a and b (d) neither a nor b (e) Answer not known

30. Which of the following states has shown the declining trend in the (GST) Goods and Service Tax for the year 2019-2020?

(a) Uttar Pradesh, Rajasthan and Assam

(b) Haryana, Rajasthan and Mehalaya

(c) Andhra Pradesh, Mathya Pradesh and Manipur

(d) Maharashtra, West Bengal and Tamil Nadu

(e) Answer not known

31. Consider the following statement:

The objectives of fiscal policy are

1. Capital formation 2. Equitable distribution 3. Unemployment 4. Regional Balance

From these, which are correct statement?

- (a) 2, 3 and 4 (b) **1, 2 and 4** (c) 1, 3 and 4 (d) 1, 2 and 3 (e) Answer not known

32. Consider the following statement:

The objective factors for determinants of consumption function are:

1. Motive of precaution 2. Motive of liquidity 3. Motive of avarice 4. Laissez-faire policy

Among the above, select the correct statement(s):

- (a) 3 and 4 (b) **1, 2 and 3** (c) 1, 2 and 4 (d) 1 and 4 (e) Answer not known

33. Which is not related to direct tax Revenues of the central government?

- (a) Taxes on Income (b) Taxes on property and capital transaction
(c) Taxes on commodities and services (d) **Taxes on dividends and profits** (e) Answer not known

34. The first blue print for Indian planning came from an engineer administrator

- (a) **M. Visvesvaraya** (b) Nehru (c) S.N. Agarwal (d) M.N. Roy (e) Answer not known

35. Consider the following statement:

1. Bihar, Madhya Pradesh, Rajasthan and Uttar Pradesh have very high population.
2. In India, Kerala has the lowest birth rate
3. West Bengal has the lowest death rate
4. The density of the population is Total population/Land area of the region

Among these, which are the correct one(s)?

- (a) 1 and 3 (b) 2 and 3 (c) 1, 2 and 4 (d) 3 and 4 (e) Answer not known

36. Which are the correct statement(s) related to “T-Bill” Treasury bill?

- (a) They are issued by RBI (b) They are issued by Govt of India
(c) Treasury bills pay no interest (d) These are long term debt instruments
(a) a and d only (b) **b and c only** (c) b, c and d (d) b and d only

(e) Answer not known

37. According sustainable Development Goal India Index 2019, brought out by the NITI Ayog for the year 2019, Tamil Nadu stands

(a) First (b) Second (c) **Third** (d) Fourth (e) Answer not known

38. To reduce the Investment and the Incremental capital output ratio the following approaches are to be accomplished

I. Static efficiency II. Dynamic efficiency III. Allocative efficiency

IV. Technical efficiency

(a) I, III, IV only (b) I, II, III only (c) I, II, IV only (d) **II, III, IV only**

(e) Answer not known

39. Consider the following Assertion and Reason:

Assertion (A): Bringing down the influence of the rich and powerful people in making Governmental decision making is the challenge in the concept of ‘expansion of democracy.’

Reason (R): People’s participation and their control in meaningful, only when influence of the rich is brought down. It results in “Deepening of Democracy.”

(a) **A is wrong but R is correct** (b) Both A and R are correct (c) R is wrong but A is correct
(d) Both A and R are incorrect (e) Answer not known

40. Assertion (A): Access to Primary Health centres helps identification, care and prevention of communicable diseases in rural communities.

Reason (R): More optimum utilization of rural health infrastructure is expected to yield expected results.

(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 not the correct explanation of A

(c) A is true but R is false

(d) A is false but R is true

(e) Answer not known

41. Which is the first state to employ differently abled, in the Mahatma Gandhi National Rural Employment Guarantee Scheme?

(a) Kerala (b) **Tamil Nadu** (c) Gujarat (d) Karanataka (e) Answer not known

42. In January 2019, Indian Government approved the merger of three Banks. Which of the following does not figure in merger?

- (a) Dena Bank (b) Vijaya Bank (c) Bank of Baroda (d) **Lakshmi Vilas Bank**
(e) Answer not known

43. “Post – Tsunami sustainable livelihood programme for the coastal communities of Tamil Nadu” is assisted by

- (a) World Bank (b) **International Fund for Agricultural Development**
(c) Asian Development Bank (d) International Monetary Fund (e) Answer not known

44. The reason for formulating the monetary policy is

1. Increase in Tax revenue 2. Economic growth 3. Reduce Poverty 4. Inflation control
(a) 1 and 2 (b) 3 and 4 (c) 1 and 3 (d) **2 and 4** (e) Answer not known

45. The Father of “New Green Revolution in India” is

- (a) T.T. Krishnamachari (b) S. Mohan Rangan (c) **M.S. Swaminathan**
(d) N. Subramanian (e) Answer not known

46. The objectives of National Manufacturing policy are to

1. Create 100 million additional job in the manufacturing sector by 2022
2. Increase the share of manufacturing in GDP
3. Increase domestic value addition and technological depth in manufacturing
4. enhance global competitiveness of Indian manufacturing
(a) 1 and 3 only (b) 2 and 4 only (c) 1, 2 and 4 only (d) **1, 2, 3 and 4**
(e) Answer not known

47. Choose the correct statement:

- (i) Pradhan Mantri Awas Yojana scheme aims to achieve “Housing for all” by 2022
(ii) It also aims to achieve “clean cooking facility to all” willing rural families by 2022
(iii) Both (i) and (ii)
(a) **i is correct but ii is not correct** (b) i is not correct but ii is correct (c) iii is correct
(d) iii is not correct (e) Answer not known

48. Mixed Economy implies

(a) Co-existence of Small and Large industries

(b) Co-existence of Public and Private Sectors

(c) Co-existence of Labour intensive and Capital intensive technology

(d) Co-existence of National and Foreign companies

(e) Answer not known

49. Match the List I with List II and select the correct answer using the codes given below:

List I

List II

(a) Second Finance Commission

1. C. Rangarajan

(b) Seventh Finance Commission

2. K. Santhanam

(c) Twelfth Finance Commission

3. J.M. Shelat

(a) (b) (c)

(a) 2 3 1

(b) 1 3 2

(c) 3 1 2

(d) 2 1 3

(e) Answer not known

50. The aim of “Make in India” scheme is to

(a) Develop agriculture

(b) Invite both domestic and foreign investors to invest in India

(c) Promote culture

(d) Promote religion

(e) Answer not known

51. The Best indicator of economic development is

(a) Rising savings

(b) Rising investment

(c) Rising capital-output ratio

(d) Rising the standard of livings

(e) Answer not known