



National Officers Academy
Mock Exams CSS-2023
December 2022(FINAL MOCK)
ECONOMICS, PAPER-I

TIME ALLOWED: THREE HOURS PART-I(MCQS): MAXIMUM 30 MINUTES	PART-I (MCQS) 20	MAXIMUM MARKS = 20
	PART-II 80	MAXIMUM MARKS = 80

NOTE:

- i.** **Part-II** is to be attempted on the separate **Answer Book**.
- ii.** Attempt **ONLY FOUR** questions from **PART-II**. **ALL** questions carry **EQUAL** marks.
- iii.** All the parts (if any) of each Question must be attempted at one place instead of at different places.
- iv.** Write Q. No. in the Answer Book in accordance with Q. No. in the Q. Paper.
- v.** No Page/Space be left blank between the answers. All the blank pages of Answer Book must be crossed.
- vi.** Extra attempt of any question or any part of the question will not be considered.

SUBJECTIVE PART — PART-II

- Q. 2.** State the bases for IS-LM framework (equation & establish equilibrium) and comment whether it is a short run or long run analysis. State basis for your answer. Do you think this approach is still applicable for policy formulation? **(20)**
- Q. 3.** Explain Arc and Cross elasticities and analyze their role in decision making by the consumers. (b) Point out application of these theories; quote such examples and explain **(20)**
- Q. 4.** What is Balance of Payment? Point out its major components. (b) Analyze any one years' BOP of Pakistan **(20)**
- Q. 5.** What are tariff and nontariff barriers to international trade? Why do countries sometimes restrict international trade? **(20)**
- Q. 6.** Critically examine the marginal productivity theory of income distribution. **(20)**
- Q. 7.** Pakistan's Tax to GDP ratio is among the lowest in the world and its share of indirect taxes in the total tax receipts is much higher. Describe and discuss reasons behind these phenomena and suggest measures to improve tax to GDP ratio in Pakistan. **(20)**
- Q. 8.** Distinguish between any **FOUR** of the following: **(5 each)**
- a. Comparative advantage and Absolute advantage.
 - b. Consumer surplus and producer surplus
 - c. Progressive and regressive taxes
 - d. Economic growth and economic development
 - e. Real GNP and nominal GNP
 - f. Consumer price index and GDP deflator

Best of Luck for CSS-2023