



**National Officers Academy**  
**MOCK-8 CSS-2024**  
**January 2024**  
**ECONOMICS, PAPER-I**

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

**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.

**PART-II**

- Q. 2.** How does the IS-LM model allow equilibrium to be shown in both Goods and Money Markets simultaneously? Elucidate with graphs. **(20)**
- Q. 3.** Elaborate the own-price, cross-price and income elasticity theoretically and empirically. Also explain the relationship between own-price elasticity and the total revenue. **(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.** a) Discuss major cannons of taxation and their relevance to tax system in Pakistan. **(10)**  
  
(b) Do you think that the tax system in Pakistan is based upon cannons of taxation (restrict your discussion to the application of cannons of taxation) **(10)**
- Q. 7.** What do you understand by Monetary Transmission Mechanism (MTM)? Evaluate and explain at least three different channels of MTM. **(20)**
- Q. 8.** Distinguish between any **FOUR** of the following: **(5 marks each)**
- a. Comparative advantage and Absolute advantage.
  - b. Balanced & Unbalanced growth Theory
  - c. Marshallian and Hicksian Demand
  - d. Real GNP and nominal GNP
  - e. Phillips Curve and NAIRU

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***Best of Luck for CSS-2024***