

## MCQ'S

Q1. if income level increases then APS

- A. increases.
- B. Decreases.
- C. Constant.
- D. None.

Q2. with increase in income in long run , the MPS would be

- A. increases.
- B. Decreases.
- C. Constant.
- D. None.

Q3. in long run keynesian consumption function written as

- A.  $C = a + bY$
- B.  $C = bY$
- C.  $C = C(Y)$
- D.  $C = b + cY$

Q4. Keynesian long run consumption function is

- A. Linear and non-proportion.
- B. Non linear and non-proportion.
- C. Linear and proportion.
- D. All of the above.

Q5. In the long run increased in saving and decrease in investment called

- A. Inflation.
- B. Deflation.
- C. Secular inflation.
- D. Secular deflation.

Ans keys

- 1. A
- 2. C
- 3. B
- 4. C
- 5. C