

IGCSE CIE Economics MCQ The Role of Government (QP)



1.May 2024-12/9

Which government measure is most likely to cause a fall both in price and in quantity traded?

- A indirect tax
- B maximum price
- C minimum price
- **D** subsidy

2.Oct 2023-13/14

What is the most likely goal of a state-owned enterprise providing health services?

- A profits
- B public satisfaction
- C sales revenue
- D survival

3.May 2023-13/17

A government wishes to increase its spending on public goods.

Which sector should have a spending increase to achieve this?

- A education
- B healthcare
- C national defence
- **D** railways

4.March 2023-12/11

The table shows spending in the leisure sector of a country in 1995, 1999 and 2005.

year	1995	1999	2005
leisure spending (\$ billion)	118	154	198
as a % of total consumption	27.0	27.5	28.0

What can be concluded from the table?

- A Leisure spending, in billions of dollars, increased more between 1995 and 1999 than between 1999 and 2005.
- **B** Leisure spending is growing in line with income growth.
- C Leisure spending increased by an average of \$10 billion a year between 1995 and 2005.
- **D** Leisure spending is taking an increasing share of total consumption.



5.May 2022-13/23

Which action is not performed by a government as part of its international role?

- A building offshore wind farms
- B imposing tariffs on imports
- C issuing visas to foreign tourists
- D providing humanitarian aid to refugees

6.Oct 2021-11/7

The diagrams show changes in the demand and supply curves for a good.

Which diagram shows the effect of a government providing a subsidy for the good?







