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?