



# INDIAN SCHOOL AL WADI AL KABIR

## DEPARTMENT OF COMMERCE

### MCQs: HUMAN CAPITAL FORMATION

1. Which of the following is a reason for poor human capital formation in India?
  - a) Brain Drain
  - b) Modernization of attitudes
  - c) High population growth
  - d) Both a) and c)
  
2. Which of the following is NOT a form of health expenditure?
  - a) Curative medicine
  - b) Provision of nutritional food
  - c) Good sanitation facilities
  - d) Social medicine
  
3. According to a report by the World Bank, India should make a transition to \_\_\_\_\_ economy:
  - a) Feeder
  - b) Surplus
  - c) Capitalist
  - d) Knowledge
  
4. Right to Education Act made free education a fundamental right for all children in the age group of:
  - a) 6-12 years
  - b) 6-18 years
  - c) 6-14 years
  - d) 6-13 years
  
5. What is the full form of AICTE?
  - a) All India Council of Training Education
  - b) All Indian Council of Tertiary Education
  - c) All India Council of Technical Education
  - d) None of the above
  
6. Which of the following is an indicator of educational achievement?
  - a) Youth Literacy Rate
  - b) Adult Literacy Rate

- c) Primary Completion Rate
- d) All of the above

7. Which source of Human Capital Formation includes cost of transportation and higher cost of living?

- a) Expenditure on Migration
- b) On- the- Job Training
- c) Expenditure on information
- d) Expenditure on education

8. Which of the following is NOT considered as 'physical capital'?

- a) Building
- b) Raw material
- c) Skill set
- d) Machinery

9. -----refers to the development of abilities and skills among the population of country:

- a) Human Capital Formation
- b) Human resources
- c) Educational training
- d) None of the above

10. What is the full form of ICMR?

- a) International Council of Medical Research
- b) Indian Council for Medical Research
- c) Indian Committee of Medical Resources
- d) Indian Council of Medical Resources

11. Which of the following organisations functions as an apex organisation to provide quality school education?

- a. University Grants Commission
- b. All India Council of Technical education
- c. National Council of Educational Research and Training
- d. Ministry of Education at the central level

12. What is Preventive medicine?

- a) Vaccination
- b) Providing proper medical facilities
- c) Removing shortage of medicine in hospital
- d) None of these.

13. In India, Expenditure on education and health is the responsibility:

- a. Union Government
- b. State Government
- c. Local Governments

d. All the above

14. One of the most urgent reasons for rural-urban migration in India is

- a) Unemployment
- b) Lack of education facilities
- c) Lack of medical facilities
- d) None of these

15. ----- is the outcome of investment in education, health, on the job training, migration and information.

- a) Human Capital Formation
- b) Physical Capital Formation
- c) Working Capital Formation
- d) None of these

16. Read the following Assertion (A) and Reason (R) and choose the correct alternatives given Below:

**Assertion:** The facilities for the formation of human capital have remained adequate.

**Reason:** The resources allocated to human capital formation have been much less than the resources required.

- (A) Both Assertion (A) and Reason (R) are true and R is the correct explanation of Assertion (A.)
- (B) Both Assertion (A) and Reason (R) are true but Reason (R) is NOT the correct explanation of Assertion (A)
- (C) Assertion (A) is true but Reason (R) is false.
- (D) Assertion (A) is false but Reason (R) is true

A: d

17. Read the following Assertion(A) and Reason (R) and choose the correct alternatives given Below:

**Assertion (A):** Spread of education is necessary to control the population growth rate.

**Reason (R):** Human capital formation decreases quality of life.

- (A) Both Assertion (A) and Reason (R) are true and R is the correct explanation of Assertion (A.)
- (B) Both Assertion (A) and Reason (R) are true but Reason (R) is NOT the correct explanation of Assertion (A)
- (C) Assertion (A) is true but Reason (R) is false.
- (D) Assertion (A) is false but Reason (R) is true

A: c

18. Economic growth means:

- a) The increase in real national income
- b) The increase in nominal national income
- c) The increase in infrastructural facilities
- d) The increase in employment opportunities.

19. The two major sources of human capital in a country are-----
- a) Investment in Education and health
  - b) Investment in Education and on the job training
  - c) Investment in Education and migration
  - d) Investment in education and information
20. Economic growth requires\_\_\_\_\_
- a) Human capital
  - b) Physical capital
  - c) Both a) and b)
  - d) Neither a) nor b)
21. Expenditure on education is \_\_\_\_\_
- a) Wasteful
  - b) Investment
  - c) Skill
  - d) Not required
22. ----- major source of human capital.
- a) Taxes
  - b) Subsidies
  - c) Health
  - d) All the above
23. \_\_\_\_\_is better indicator of development.
- a) National output
  - b) Per capita income
  - c) Real per capita income
  - d) National income.
24. Which five year's plans recognized the importance of human capital?
- a) 8th plan
  - b) 5th plan
  - c) 4th plan
  - d) 7th plan
25. Who said that India should make a transition to the knowledge economy?
- a) Planning commission
  - b) RBI
  - c) World bank
  - d) Prime minister
26. Who prepares the Human Development Index?
- a) World bank
  - b) UNDP
  - c) IMF
  - d) RBI

27. A person is called literate if he/she can ----- any language.
- Read
  - Write
  - Understand
  - All of the above
28. Physical capital is ----- and can be sold in the market.
29. As per 2011 census, the literacy rate is ----
- 65.4%
  - 73%
  - 86%
  - 6.1%
30. In India, which of the following organisation regulates technical education in the country?
- ICMR
  - UGC
  - AICTE
  - None of the above