

VAID ICS LUCKNOW

DAILY CURRENT QUIZ

27/12/2024

EXPLANATION

Qn. 1

Answer: d) Only 1 and 2

Explanation:

- Statement 1 is correct: GST Compensation Cess was introduced to compensate states for revenue losses incurred after the transition to GST for a period of five years from its implementation in 2017.
- Statement 2 is correct: The cess is imposed on luxury and demerit goods like cigarettes, aerated drinks, and high-end cars.
- Statement 3 is incorrect: The compensation cess is entirely collected by the Centre and disbursed to the states to cover their revenue shortfall.

Qn. 2:

Answer: c) 1 and 3 only

Explanation:

- Statement 1 is correct. The EAC-PM report indicates that the number of domestic migrants in India has decreased by approximately 12% since 2011, from 45.57 crore to 40.20 crore in 2023.
- Statement 2 is **incorrect**. The migration rate in India has decreased from 37.64% in 2011 to 28.88% in 2023, indicating a slowdown in migration.
- Statement 3 is correct. The report hypothesizes that improved economic opportunities and infrastructure in traditionally high migration source areas are contributing factors to the decline in migration.

Qn .3

Answer: b) Post Office Act, 2023

Explanation:

The Post Office Rules, 2024, are established under the Post Office Act, 2023, which provides the legal framework for the operation and management of postal services in India

Qn. 4

Answer: a) "The Indian Economy: Problems and Prospects"

Explanation:

Dr. Manmohan Singh authored "The Indian Economy: Problems and Prospects," where he shared his insights on India's economic reforms, challenges, and the steps needed for growth. This book explores economic issues from a policy perspective, reflecting on his tenure as Finance Minister and Prime Minister.

Qn 5.

Answer: b)

Explanation:

- **A) True.** REER adjusts the nominal effective exchange rate (NEER) by taking into account the inflation rate of the domestic country relative to its trading partners. It gives a more accurate reflection of a currency's international competitiveness.
- **B) False.** REER is based on the trade-weighted exchange rates of a country with multiple trading partners, not just major ones.
- **C) False.** An increase in REER indicates an appreciation of the domestic currency in real terms, making domestic goods more expensive in foreign markets and less competitive.