

Chapter 6 - Industry

Level - I

1. What is the prime focus of the Industrial policy Resolution of 1948?
(A) Privatisation (B) Regulation of industries
(C) Import substitution (D) Promotion of local production
2. Which of the following is referred as the Magna Carta of industries in India?
(A) Industrial Policy Resolution, 1948
(B) Comprehensive Industrial policy Resolution, 1956.
(C) Neither (a) nor (b)
(D) Both (a) and (b)
3. The 'Industrial Policy Statement' emphasised on which of the following?
(A) License Raj
(B) Industrial licensing
(C) Central public sector undertakings
(D) Village industries
4. When was the "Foreign Investment Implementation Authority" set up in India?
(A) 1999 (B) 1991
(C) 2002 (D) 2000
5. When was the "National Investment Fund" constituted?
(A) 1996 (B) 1999
(C) 2002 (D) 2005

Level - II

6. Choose the incorrect statements:
(A) Industrial sector accepts the primary sector's product.

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- (B) The main focus of Industrial policy resolution of 1948 is 'import substitution'.
- (C) The Industries Development and Regulation Act does, not apply to the industries listed in the First Schedule of the Act.
- (D) The Industrial Policy Resolution was based on the 'Mahalanobis model of growth'.

7. Match the following

List - 1

- A. Hazari Committee on Monopolies Inquiry
B. Dutt Committee on Industrial Licensing Policy
C. Rangarajan Committee on Disinvestment of Shares
D. Sri Bala Krishna Eradi Panel

List - II

1. 1969	2. 2001	3. 1967	4. 1993
A	B	C	D
(A) 3	1	4	2
(B) 1	4	2	3
(C) 3	1	2	4
(D) 2	1	4	3

8. Which of the following is not a basic industry according to the Industrial Policy Resolution of 1948?

- (A) Telephone
(B) Telegraphy and wireless (Excluding Radio)
(C) Woolen textiles
(D) Mineral oils

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9. Which of the following is not a Schedule A industry according to Comprehensive Industrial Policy Resolution?
- (A) Air transport (B) Railway transport
(C) Ship building (D) Road transport
10. Which of the following boards were set up to clear FDI proposals?
- (A) Foreign Investment Promotion Board
(B) Foreign Investment Implementation Authority
(C) Both (a) and (b)
(D) Neither (a) nor (b)

Level - III

11. Identify the features of Comprehensive Industrial Policy Resolution.
1. It established 'License Raj' in India.
 2. Small scale industries and agriculture sector were given priority in development.
 3. It paved the way for the development of public sector in India.
 4. It controlled the activities and performance of industrial undertakings in the public interest.
- (A) 1 and 2 only (B) 4 only
(C) 1, 2 and 3 only (D) All the above

12. Match the following:

List - I

- (A) MRTP ACT
(B) Rajiv Gandhi-Government Policy
(C) Atomic Energy (Control of production and use) Orders
(D) Industries Development and Regulation Act

List –II

1. 1988 2. 1951 3. 1953 4. 1969

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	A	B	C	D
(A)	1	2	3	4
(B)	2	1	4	3
(C)	4	1	3	2
(D)	4	3	2	1

13. Identify the incorrect statements regarding the MRTP Act.
- (A) It prohibited monopolistic and restrictive trade prices.
(B) It prohibited the concentration of economic power in the hands of the few.
(C) It was the result of the recommendation of Hazari Committee.
(D) It prevented unfair practices and protected consumer interests.
14. Which of the following is not a part of the New Industrial Policy of 1991?
- (A) FERA Act (B) MRTP Act
(C) Industrial Licensing Policy (D) Foreign Technology Agreements
15. Choose the incorrect statements:
- (A) National Investment Fund was to be maintained outside the Consolidated Fund of India.
(B) The reduction of Government stake to 26 per cent for non strategic PSEs is automatic.
(C) There was no 'Public sector' in the Indian economy prior to 1947.
(D) The status of Maharatna, Navratna and Miniratna CPSEs is conferred by the Department of Public Enterprises.

Answer Key

1. (C) 2. (B) 3. (A) 4. (A) 5. (D) 6. (C)
7. (A) 8. (C) 9. (D) 10. (C) 11. (C) 12. (C)
13. (C) 14. (A) 15. (B)