

GS Foundation Program 2026

Learning Outcome Test (LOT) #01 / Test Code: 9424031

Subject: Economy

Name:	
ForumIAS Roll No:	
Cohort:	
Date:	

Instructions: Write your Name, Roll No., Cohort No., Date, on the front page of this answer booklet. The LOT shall be graded only when it is submitted within 24 hours. Printed copy of LOT and answer key shall only be given to students present in that class.

TOTAL MARKS: 25

Fill in the Blanks:

(1*5 = 5 Marks)

1. The share of the services sector in India's GDP and employment has _____ (increased/ decreased) since 1991.
2. The highest decision-makers of the country, who are involved in the creation of ideas and rearrangement of ideas, are part of the _____ sector.
3. In India, electricity, gas, and water distribution are considered part of the _____ sector.
4. The primary sector is categorized into the _____ and _____ industries.
5. The contribution of the agriculture sector to India's GDP has _____ (increased/decreased) since 1991.

True and False:

(1*5 = 5 Marks)

1. Marketable goods and non-marketable goods are both considered economic activities, but only marketable services are included under economic activities. (True/False)
2. The agriculture sector accounts for the highest share of India's GDP. (True/False)
3. The genetic industry is a sub-category of the primary sector that includes the rearing of plants and animals. (True/False)
4. Unpaid helpers in household enterprises are included in the definition of economic activity. (True/False)
5. The contribution of the manufacturing sector to India's employment has remained stagnant since 1991. (True/False)

MCQs:**(2*5 = 10 Marks)**

Q.1) Which of the following activities is NOT considered an economic activity?

- ☐ a) Production of goods for self-consumption.
- ☐ b) Providing paid services to customers.
- ☐ c) Manufacturing finished goods from raw materials.
- ☐ d) Harvesting crops by a farmer.

Q.2) Which of the following activities is considered a part of primary sector activities?

1. Advanced agricultural techniques such as tissue culture
2. Mining
3. Extraction of fish from open waters.

Choose the correct option:

- ☐ a) 1 and 2 only
- ☐ b) 2 only
- ☐ c) 1 and 3 only
- ☐ d) 1, 2, and 3

Q.3) Consider the following activities:

1. A weaver converting raw cotton into fabric.
2. A commercial bank lending money.
3. A construction worker building an apartment.
4. A homemaker providing services for her family.

Which of the activities listed above are part of the real sector?

- ☐ a) 1 and 2 only
- ☐ b) 1 and 3 only
- ☐ c) 2 and 4 only
- ☐ d) 1, 2, and 3

Q.4) With reference to the different sectors of the economy, consider the following statements:

1. Red-collared workers are involved in the agriculture and mining sectors.
 2. Gold-collared workers are associated with high-end tertiary and quaternary sectors.
- ☐ a) 1 only
 - ☐ b) 2 only
 - ☐ c) 1 and 2 both
 - ☐ d) Neither 1 nor 2

Q.5) Which of the following statements about the trends in the contribution of different sectors to India's economy is/are correct?

1. The share of the agriculture sector to GDP has declined since 1991, but its employment has remained stagnant.

2. The share of the services sector to India's GDP has increased since 1991.

3. The financial, real estate, and professional services sub-sector accounts for the highest share of India's GDP.

Choose the correct option:

- ☐ a) 1 and 2 only
- ☐ b) 2 and 3 only
- ☐ c) 1 and 3 only
- ☐ d) 1, 2, and 3

Subjective: [please avoid writing introduction and conclusion for any of the following questions. In Each question we expect you to write 5 points]

Q.1) Write a short note on the three sectors of the economy namely Agriculture, Industry and Services. **(5 Marks)**