

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	If marginal product of labour rises because of new technology	A. wages will rise B. wages will fall C. wages will be unaffected D. may raise or fall
2	In which year Alfred Marshall wrote a book entitled "Principle of economics"	A. 1850 B. 190 C. 1870 D. 1890
3	An economic unit, which is independent to take decisions regarding the production and sale of goods are called	A. Firm B. Organization C. Both a and b D. None of these
4	When $MR = MC$, a firm.	A. Does not attain a equilibrium position B. Suffers from loss C. Attains its equilibrium position D. Attains profit
5	Economics of scale are of two kinds	A. temporary and permanent B. internal and external C. managerial and industrial D. natural and artificial
6	All inputs can be varied in	A. short run B. long run C. both periods D. non of the period
7	Who introduced indifference curves to explain consumer's beghavior	A. J.R Hicks B. Marshall C. Robbins D. Adam Smith
8	Which of the following factors takes risk, innovates and coordinates	A. capital B. labour C. bank D. entrepreneur
9	Market is an area where :	A. Products are sold B. Buyers and sellers come in contact with each other C. Price fluctuates D. Price remain constant
10	Land is	A. hirable B. not hirable C. homogeneous D. a form of capital
11	Cross elasticity of Suzuki and Honda cars will be	A. Positive B. negative C. zero D. infinite
12	Which statement is true	A. $ATC + AVC = AFC$ B. $ATC + MC = AFC$ C. $ATC + AFC = AVC$ D. $AFC + AVC = ATC$
13	Underemployment of labour means	A. a worker does not get full time job B. a worker is not happy with present job C. a person does not get job according to his qualification D. a and c of above
14	Profit is maximum when	A. TC and TR curves are parallel B. MC and MR curves are parallel C. TC and TR curves cross each other D. AC and AR curves cross each other

other

15	The product which have close substitute their demand is always.	<p>A. More elastic B. Perfectly elastic C. Perfectly inelastic D. Less elastic</p>
16	One of the following is gift of a nature .	<p>A. Land B. Labour C. Capital D. Organization</p>
17	profit is a maximum when	<p>A. TC and TR curves are parallel B. MC and MR curves are parallel C. AC and AR curves are parallel D. TFC and TVC are parallel</p>
18	Which of the following is capital	<p>A. tractor B. TV station C. tarbela dam D. all of the three</p>
19	In case of perfect competition in the market	<p>A. marginal revenue curve always slopes upward B. marginal revenue curve always slopes downward C. marginal revenue is always equal to average revenue D. marginal revenue is always less than to average revenue</p>
20	The demand of a good falls when.	<p>A. Its price falls B. Price of the substitute changes C. its price rises D. It price remain constant</p>