

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Rent is calculated from	A. most superior land B. most inferior land C. marginal land D. uncultivable land
2	The necessary condition for equilibrium position of a firm is	A. MR > MC B. MC > price C. MC = MR D. MC = AC
3	If a public limited company issues bonds to increase resources, then it pays	A. fixed premium to bond holders B. fixed interest to bond holders C. fixed tax to bond holders D. fixed profit to bond holders
4	Haris has a special taste for chicken rolls of college canteen. The owner of the canteen doubles the price of chicken roll. Haris did not respond to the increase in prices and kept on demanding the same quantity of chicken roll. His demand for chicken roll is	A. perfectly elastic B. perfectly inelastic C. elastic D. less elastic
5	Fixing of minimum wage	A. raises demand for labour B. raises profits C. causes unemployment D. is welcomed by employers
6	Marginal revenue recommended by symbol	A. MR B. MC C. AR D. None of these
7	In which year Alfred Marshall wrote a book entitled "Principle of economics"	A. 1850 B. 190 C. 1870 D. 1890
8	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
9	One of the following is not an assumption of law of supply.	A. Political system should not changed B. Cost of production should not changed C. Production technique should not changed D. Cost of raw material should not changed
10	Every country should have population	A. minimum B. constant C. optimum D. fast growing
11	How many condition of equilibrium of firm	A. 2 B. 3 C. 4 D. 5
12	Efficiency of land can be promoted by.	A. Means of communication B. Fertility of land C. Climate condition D. Quality of other factors
13	Mr. Suleri bought 50 litters of petrol when his monthly income was Rs. 25000. Now his monthly income has risen to Rs. 50000 and he purchases 100 litres of petrol. His income elasticity of demand for petrol is	A. 1 B. 100% C. less than one D. more than one
14	The reward of their services cannot be fixed	A. wage earner B. rent receiver C. interest receiver D. profit earner

15	Social stagnation is a big obstacle to.	A. Mobility of labour B. Division OF labour C. Efficiency o labour D. All the above
16	Estimate of Pakistan's population for 2013 is	A. 185 million B. 285 million C. 385 million D. 485 million
17	Habib Bank limited means that.	A. Its capital is limited B. It shareholders are limited C. The liability of each shareholders is limited D. Non of the three
18	Father of the political economy	A. Adam smith B. Malthus C. Marshall D. Samuelson
19	Robbins definition of economics spell out the existence of	A. Economics problem B. Social problem C. Political problem D. Moral problem
20	Laws of return apply to firms working in	A. perfect competition B. monopoly C. small firm D. all kinds of market situations