

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	When price is fixed below equilibrium level, there will be	A. surplus commodity in the market B. shortage of commodity in the market C. supply curve will shift D. demand curve will shift
2	A firm under perfect competition is	A. price maker B. price breaker C. price taker D. price shaker
3	Under marginal productivity theory, reward for labour is determined by	A. owner B. government C. labour D. marginal product
4	In law of diminishing returns at least one factor	A. must be constant B. must be owned by the firm C. must be purchasable D. must be efficient
5	Different kinds of imperfect competition are.	A. Monopoly B. Monopolistic competition C. Oligopoly D. All the three
6	The law of variable proportions was presented by.	A. Jevons B. Rayon C. Hicks D. Valentine
7	Economic wants.	A. Can unlimited B. Capital goods C. Social goods D. Public goods
8	Marginal land or no rent land is the land which:	A. Covers the cost of production only B. Determines rent of the superior lands C. Both a & b D. None of the three
9	These are kinds of capital EXCEPT	A. fixed capital B. expensive capital C. working capital D. real capital
10	TC	A. starts from origin B. not from origin C. is parallel to y-axis D. parallel to x-axis
11	Loisel Robbins wrote a book entitled "Nature and Significance of economic science" in.	A. 1776 B. 1998 C. 1931 D. 1936
12	normative economics	A. deals solely with the facts B. is never studied in colleges C. involves opinions and interpretations D. is clearly preferable to positive economics
13	Economies of scale	A. occur when increase in input less than proportionate increase in output B. suggest that firm's marginal cost curve lies above its average cost curve C. suggest that the firm's marginal cost curve is declining D. occur when average cost is falling

14 One of the following is not studied in Micro economics.
A. Equilibrium to the firm
B. Distribution of rewards to factors of production
C. Banking system
D. Market equilibrium

15 In the long-run a firm attains under monopoly:
A. Normal profit
B. Super normal profit
C. Sub-normal profit
D. Any one of the above

16 Optimum population is defined by the economists as the level of population at which
A. death rate equals birth rate
B. labour productivity is maximized
C. country achieves food self sufficiency
D. national income per head is maximised

17 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

18 Rotten eggs are
A. free good
B. economic good
C. service
D. wealth

19 A producer will employ workers up to the point where its MRP becomes
A. ARP
B. current wage rate
C. negative
D. equal to profit

20 In which form the largest percentage of national income is earned
A. interest income
B. proprietor's income
C. employees' income
D. rental income
