

## Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	An important factor which promotes large scale production is:	A. Extant of market B. Revolutionary changes in social life C. Culture and civilization D. All the three
2	Prof. Robins wrote a book in 1931 entitled.	A. General Theory of employment. Interest and money. B. An inquiry into the nature and causes of wealth of nations. C. Principle of economics. D. Nature and Significance of economic science.
3	Demands and supply curves cross at	A. always at 60 degree B. at 90 degree C. at equal angle D. at any angle
4	Interest is paid because	A. capital is scarce B. capital is productive C. capital is attractive D. a and b of above
5	This is capital	A. money B. forests C. machinery D. trademarks
6	If the price of a product rises, quantity demand if its substitute will.	A. Fall B. Rise C. Remain unchanged D. Fluctuate
7	It describes the law of supply	A. supply curve B. supply schedule C. supply equation D. all the three
8	One of the following will not cause a rise and fall on demand.	A. Change in income B. Change in weather C. Discovery of a substitute D. Distribution of income remaining the same
9	Micro economics concentrates	A. on inflation B. international economics relations C. individual economics units D. economics development of Pakistan
10	A firm earns economic profit when total profit exceeds	A. normal profit B. implicit costs C. explicit costs D. variable costs
11	As out put increases, AC curve	A. falls B. rises C. remains constant D. all of the above
12	The demand of a good falls when.	A. Its price falls B. Price of the substitute changes C. its price rises D. It price remain constant
13	Wealth of Nations was written in	A. 1976 B. 1876 C. 1776 D. 1676
14	Marginal revenue is always less than price at all levels of output in	A. perfect competition B. monopoly C. both A and B

D. none of the above

15 Who was the founder of classical school of thought?

- A. Adam Smith
- B. Marshall
- C. Keynes
- D. Maithus

16 Diminishing marginal utility is the basis of

- A. law of supply
- B. law of demand
- C. laws of returns
- D. none of the above

17 A schedule of the amount of a good that would be offered for sale at all possible prices, at any one instant of time or during any period of time are called

- A. Supply
- B. Demand
- C. Stock
- D. None of these

18  $x = f(y)$ .

- A.  $x$  is a dependent variable.
- B.  $y$  is a dependent variables
- C.  $x$  and  $y$  are dependents variables.
- D. None of the three

19 The sacrifice of an alternative use of resources to produce something is called its

- A. real cost
- B. opportunity cost
- C. sacrifice cost
- D. alternative cost

20 The law of increasing returns is also known as:

- A. Law of increasing cost
- B. Law of diminishing cost
- C. Law of constant cost
- D. None of the three