

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	If elasticity of supply is greater than one. supply curve will be	A. horizontal B. vertical C. passing through origin D. touching y-axis
2	Which of the following is capital	A. toy of a child B. plough of the farmer C. calculator of the student D. novel book in the library
3	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
4	One of the following NOT a assumption of the marginal productivity theory	A. units of factor are homogeneous B. mobility of factor C. low price of factor D. perfect competition
5	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.
6	When MP is zero, TP is	A. minimum B. maximum C. rising D. falling
7	Select the correct statement	A. Economics affects politics B. Economics affects history C. Geography affects economics D. all of the above are true
8	Pollution which is side effect of producing or consuming something and which is not taken into account by producers and sellers is called	A. externality B. wastage C. extra cost D. opportunity cost
9	When there is big change in quantity supplied resulting from a minor change in its price, its elasticity of supply will be.	A. Equal to unity B. Less than unity C. Equal to zero D. Greater than unity
10	A variable is a symbol which, during a discussion, may assume different values or a set of admissible values. This is the definition of	A. Prof. Koors B. Prof. Marshall C. Prof. Robbins D. Prof. Kneez
11	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
12	Reward of which factor of production is not pre-determined?	A. labour B. land C. capital D. organisation
13	Products A and B are substitutes whereas A and C are complement. With a rise in the price of product A, quantity demand of:	A. Product B will go up B. Product will fall C. Both the above will take place D. Nothing will take place
14	If the supply of land is assumed to be perfectly inelastic which of the following rent will it yield.	A. Scarcity rent B. Differential rent C. Quasi rent D. Scarcity rent

15	How many condition of equilibrium of firm	A. 2 B. 3 C. 4 D. 5
16	How many functions of capital	A. 6 B. 5 C. 4 D. 7
17	How many kinds of equations?	A. 4 B. 3 C. 2 D. 5
18	If equilibrium price rises but equilibrium quantity is unchanged, the cause is	A. supply and demand both increase equally B. supply and demand decrease equally C. supply curve is vertical and demand increases D. supply increases and demand is same
19	Gross profit does NOT include	A. rent of his own land B. interest of his own capital C. pure profit D. taxes
20	Economics of scale are of two kinds	A. temporary and permanent B. internal and external C. managerial and industrial D. natural and artificial