

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The value of a product depends upon.	A. The number of dollars B. The numbers of dollars which can be given in exchange for it C. The current exchange rate. D. None of them
2	Elasticity of a demand for product will be greater then unity if, with a fall in its price, total expenditure of consumer.	A. Increase B. Falls C. Remains the same D. None of the three
3	One of the following can be registered in a stock exchange.	A. Business under partnership B. Cooperative society C. Join stock company D. Sole proprietorship
4	Ten rupees is the equilibrium price for good Z. If govt. fixes price at Rs. 5, there is	A. a shortage B. a surplus C. excess supply D. loss
5	Internal economies of scale include	A. risk-bearing economics B. trade mark C. managerial economies D. a and c of above
6	The extent of market depends upon	A. Means of transport and communication B. Political instability C. Economics instability D. Trade restriction
7	Efficiency of labour is not affected by	A. attitude of worker B. attitude of employer C. attitude of wife/husband D. all affect
8	Productivity of land can be raised by	A. decreasing farm size B. intensive cultivation C. better marketing D. increasing money supply
9	Quasi rent	A. is permanent B. is temporary C. arises in long run only D. means high rent
10	In market equilibrium, supply is vertical line. The downward sloping demand curve shifts to the right. Then	A. price will fall B. price remains same C. price will rise D. quantity rises
11	Professor Knight is famous for his theory of	A. rent B. profit C. population D. wages
12	An increases in demand would cause supply curve to	A. shift to the left B. shift to the right C. change in slope of supply curve D. no effect on supply
13	The supply price of land is considered to be zero because .`	A. Its supply is limited B. Its supply is infinity C. In aggregate sense its cost of production s zero D. Its demand is limited
14	Commercial economics are a pat of:	A. Internal economics B. External economics C. Economies of scale D. None of the three
		A. tastes

15	Which one is not determinant of demand	B. income C. method of production D. price
16	Given the supply curve, a fall in demand will.	A. Increase equilibrium quantity of the product B. Decrease equilibrium quantity of the product C. Not affect equilibrium quantity D. Not affect equilibrium price
17	When a competitive firm faces loss the slop of its MR curve is:	A. Negative B. Positive C. Zero D. Unity
18	As output increases	A. MC curve firstly falls then rises B. MC firstly rises then falls C. MC continuously rises D. continuously falls
19	Economics theory means	A. economic policyB. economic principlesC. descriptive economicsD. economics facts
20	Law of equi marginal utility provides basis for.	A. Equal distribution of wealth B. Economy in taxation C. Law of diminishing returns D. Law of constant returns