

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	A firm maximizes profit of	A. MRP = wage rate B. MRP = ARP C. MRP is rising D. TRP = wages
2	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
3	If a firm makes 200 units of a good available at a price of Rs. 10 per unit, the elasticity is	A. 0.05 B. 10 C. 20 D. indeterminate
4	A monopolist is always interested and obtains.	A. Normal profit B. Subnormal profit C. Continues production even at loss D. Super normal profit
5	He said interest is payment for use of money	A. Adam Smith B. Ricardo C. Keynes D. Marshall
6	Excise tax is a part of	A. fixed cost B. variable cost C. implicit cost D. in not a part of cost
7	Economic wants.	A. Can unlimited B. Capital goods C. Social goods D. Public goods
8	Labour force participation rate is the	A. proportion of population that is working B. proportion of population aged above 20 C. proportion of skilled workers D. proportion of female workers to male workers
9	Labour is hirable but you cannot hire	A. capital B. land C. manager D. entrepreneur
10	Price of a product is determined in a free market	A. by demand for the product B. by supply of the product C. by both demand and supply D. by the government
11	Money wages are also called	A. Nominal Wages B. Real wages C. Gross wages D. Net wages
12	Saqib graduated one month ago. He is still unemployed. His unemployment is	A. structural B. frictional C. seasonal D. personal
13	At the point of equilibrium of firm under perfect competition	A. MC curve must be rising B. MC curve must be falling C. MR curve must be rising D. MR curve must be falling
14	Common market of SAARC countries will be called:	A. International market B. National market C. Regional market D. None of the three

15	When MU=0, TU is	A. minimum B. maximum C. increasing D. decreasing
16	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
17	About labour we can say with certainty that it is	A. Perishable B. Hirable C. Reliable D. all of the above
18	The demand of a commodity having many substitutes is	A. more elastic B. less elastic C. zero elastic D. infinite elastic
19	Interest is paid because	A. capital is scarce B. capital is productive C. capital is attractive D. a and b of above
20	Which one is the small scale production.	A. Bata shoe factory B. A barber shop C. kohinoor Textile Industries D. Sufi soap