

## Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Which of the following is one of the assumptions of perfect competition.	A. few buyers and few sellers B. many buyers and few sellers C. many buyers and many sellers D. all sellers and buyers are honest
2	The correlation between average wage (AW) and marginal wage (MW) under perfect competition is .	A. $AW = MW$ B. $AW > MW$ C. $AW < MW$ D. None of the three
3	Productivity of labour can be increased by	A. raising minimum wages B. reducing profits C. increasing skills of workers D. punishing absentee workers
4	Labour intensive technique of production means.	A. More labour and less capital B. Less labour and more capital C. More labour and no land D. More land and no labour
5	All the products which are priced in the market are.	A. Non economic products B. Economic products C. Private products D. Public products
6	To say that two goods are unrelated, their cross price elasticity of demand should be	A. less than 0 B. greater than 0 C. equal to 0 D. 1
7	Gov. of Pakistan introduced labour policy for the first time in.	A. 1955 B. 1950 C. 1948 D. 1959
8	The relationship between two variables that move in the same direction is called	A. neutral B. positive C. independent D. dependent
9	$3x^2=0$ is an equation	A. linear B. quadratic C. general D. first degree
10	When marginal revenue is zero, total revenue is	A. maximum B. minimum C. zero D. decreasing
11	Total fixed cost curve is .	A. Parallel to the vertical axis B. Parallel to the horizontal axis C. Sloping downward to the right D. Sloping upward to the right
12	Profit = ?	A. $TR - TC$ B. $TR - MC$ C. $TC - MC$ D. $TR + TC$
13	When the percentage change in quantity demanded is greater than the percentage change in price, elasticity of demand for the product will be.	A. Equal to unity B. Less than unity C. Greater than unity D. Equal to zero
14	The total quantity of a commodity available in or near the market which can be brought for sale at a short notice	A. Stock B. Supply C. Demand D. None of these
15	Which one is increasing function of price	A. demand B. utility C. supply D. consumption

16	One of the following is fixed capital.	A. Raw material B. Defence saving certificate C. Machinery D. None of the three
17	This is an assumption of law of demand	A. price of the commodity does not change B. quantity should not change C. supply should not change D. income of consumer should not change
18	A monopoly market can be controlled by.	A. Fixing of the price by the government B. Administrative measures C. Introduction of substitutes D. Nationalisation
19	A person who contributes funds in partnership but does not take active part in management of business is called	A. sleeping partner B. helping partner C. temporary partner D. inactive partner
20	Members of business partnership in Pakistan are:	A. 2 to 20 B. 5 to 20 C. 2 to 25 D. 2 to 3