

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Scope of economics is defined as:	A. Individual and aggregate economic behaviour of the people. B. Subject matter of economics. C. Welfare Economics. D. All of the above
2	The quality of commodity that satisfies some human want or need is called	A. service B. demand C. utility D. efficiency
3	A monopoly firm is in equilibrium when	A. MC intersects AC B. MC intersect MR C. AC intersects AR D. TC intersects TR
4	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
5	If supply rises more than demand, price of the product will.	A. Fall B. Rise C. Not change D. Change
6	Father of the political economy	A. Adam smith B. Malthus C. Marshall D. Samuelson
7	The following affect rent EXCEPT	A. better location B. fertility of land C. cleverness of landlords D. scarcity of land
8	The price and sales of sugar both increase. What could be the cause of this?	A. a decrease in the income of the consumers. B. a decrease in the tax on sugar C. An increase in the wages of workers in the sugar industry D. An increase in the price of sugar substitutes
9	How many various form of partnership	A. 3 B. 4 C. 5 D. 6
10	How many kinds of Function	A. 2 B. 3 C. 4 D. 5
11	When a competitive firm achieves long run equilibrium then	A. $P = MC$ B. $MR = MC$ C. $P = ATC$ D. all of the above
12	The part of wealth, other than natural resources, which can be used for further production of wealth are called	A. Capital B. Revenue C. Fundamentals of economics D. None of these
13	Marginal product curve intersects average product curve when AP curve is	A. minimum B. maximum C. rising D. falling
14	A fall fall in supply will take place due to a:	A. Business collusion B. Bumper crop C. Fall in custom duty D. Fall in income

15	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
16	Which laws are implemented with an executive authority .	A. Economic laws B. Moral laws C. State laws D. Physical laws
17	Assumptions of a law are called:	A. Constant B. Parameters C. Variables D. Dependent variable
18	Normal profit is attained where:	A. $TR = TC$ B. $TR > TC$ C. $AR > MR$ D. $AR < MR$
19	Equilibrium of consumer is explained by	A. negative utility B. positive utility C. marginal utility D. profit
20	If price elasticity of demand is very low, the commodity is	A. necessity B. luxury C. substitute D. not available