

## Economics Ics Part 1 English Medium Online Test

| Sr | Questions  | Answers Choice   |
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| 1  | Which on of the following represents fixed cost:   | A. Price of raw material<br>B. Wages<br>C. Interests on loan<br>D. Rent of land  |
| 2  | The government constructed a new water reservoir for the purpose of irrigation; this might be taken as | A. increase in supply of capital<br>B. increase in supply of land<br>C. increase in supply of land and supply of capital<br>D. increase in natural resources           |
| 3  | These are kinds of capital EXCEPT  | A. fixed capital<br>B. expensive capital<br>C. working capital<br>D. real capital  |
| 4  | Who criticized economics as "dismal Science".  | A. Alfred Marshall<br>B. Lionel Robbins<br>C. Carlyle and Ruskin<br>D. J.M. Keynes.  |
| 5  | Different kinds of imperfect competition are.  | A. Monopoly<br>B. Monopolistic competition<br>C. Oligopoly<br>D. All the three   |
| 6  | When demand rises more than supply price of the product will.  | A. Rise<br>B. Fall<br>C. Remains unchanged<br>D. None of the three   |
| 7  | Food, Shelter and clothing are:  | A. Necessities<br>B. Comfort<br>C. Luxuries.<br>D. None of three   |
| 8  | The utility of durable consumer goods.   | A. Diminishes with the passage of time<br>B. Perishes, if not used<br>C. Can be obtained constantly<br>D. None of the three  |
| 9  | Unemployment due to mechanization of agriculture is  | A. seasonal<br>B. structural<br>C. industrial<br>D. personal   |
| 10 | If elasticity of demand is very low it shows that the commodity is                                     | A. a necessity<br>B. a luxury<br>C. has little importance in total budget<br>D. a and c above  |
| 11 | Professor Knight is famous for his theory of   | A. rent<br>B. profit<br>C. population<br>D. wages  |
| 12 | Which of the following is NOT a characteristic of perfect competition?                                 | A. free entry and exit of the firm<br>B. demand curve of a firm is horizontal<br>C. marginal revenue curve is horizontal<br>D. individual firm can influence the price |
| 13 | A fall fall in supply will take place due to a:  | A. Business collusion<br>B. Bumper crop<br>C. Fall in custom duty<br>D. Fall in income   |
| 14 | Only those goods are priced in the market which have:  | A. Utility<br>B. Sacrcity<br>C. Transferability<br>D. All of these   |

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|    |   | D. All of the above  |
| 15 | If a firm shuts down temporarily, it will incur loss equal to   | A. AFC<br>B. AVC<br>C. TFC<br>D. TVC   |
| 16 | Which type of problems are brought under discussion in micro economics .  | A. Consumer's behaviour<br>B. International trade<br>C. Balance of payment<br>D. Public finance                  |
| 17 | Since marginal land does not yield rent therefore:  | A. Rent is a part of piece<br>B. Rent is not a part of price<br>C. Rent determines price<br>D. None of the three |
| 18 | Which one is increasing function of price   | A. demand<br>B. utility<br>C. supply<br>D. consumption   |
| 19 | Land means  | A. sea<br>B. surface of earth<br>C. natural forests<br>D. all natural resources                                  |
| 20 | A person who contributes funds in partnership but does not take active part in management of business is called | A. sleeping partner<br>B. helping partner<br>C. temporary partner<br>D. inactive partner                         |