

## Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	In which form the largest percentage of national income is earned	A. interest income B. proprietor's income C. employees' income D. rental income
2	Marginal land or no rent land is the land which:	A. Covers the cost of productions only B. Determines rent of the superiorlands C. Both a & D. None of the three
3	If the price of a product rises, quantity demand if its substitute will.	A. Fall B. Rise C. Remain unchanged D. Fluctuate
4	One of the following is not studied in Micro economics.	A. Equilibrium to the firm     B. Distribution of rewards to factors of productions     C. Banking system     D. Market equilibrium
5	A firm attains equilibrium under monopoly where:	A. AR = MR B. AC = MC C. MR = MC D. AR = AC
6	Marginal product curve intersects average product curve when AP curve is	A. minimum B. maximum C. rising D. falling
7	Efficiency of land can be promoted by.	A. Means of communication     B. Fertility of land     C. Climate condition     D. Quality of other factors
8	When supply rises more than demand price of the product will.	A. Rise B. Fall C. Remain unchanged D. Non of the three
9	Economic laws can be define as .	A. A statement of social behaviour B. Laws implement by an executive C. Laws of the state D. Statement of general economic tendencies
10	One of the following is not a characteristics of economic laws.	A. Economic laws lack exactitude B. Economic laws lack predictability C. They are not universa! D. They are not optional
11	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
12	MRP curve of a factor represents the.	A. Supply curve of the factor B. Demand curve of the factor C. Either demand or supply curve of the factor D. None of the three
13	Which of the following factors takes risk, innovates and coordinates	A. capital B. labour C. bank D. entrepreneur
14	A monopolist is always interested and obtains.	A. Normal profit B. Subnormal profit C. Continues production even at loss D. Super normal profit

15	The elasticity of demand of durable goods is	A. less than unity B. greater than unity C. equal to unity D. zero
16	Which one will be termed as supply of a product.	A. One tone potato in cold storage     B. One ton rice offered for sale in     market     C. One ton rice brought for sale in     market at a certain price.     D. None of the three
17	Micro economics concentrates	A. on inflation     B. international economics relations     C. individual economics units     D. economics development of     Pakistan
18	The position of the firm when it is earning maximum of profit and Profit = Total Revenue - Total cost are called	<ul><li>A. Perfect competition</li><li>B. Under perfect competition</li><li>C. Equilibrium of firm</li><li>D. None of these</li></ul>
19	These are kinds of rent EXCEPT	A. differential rent B. scarcity rent C. mobility rent D. location rent
20	When the price of a product falls and as a concequence the demand for the product increase. it will be.	A. Rise of demands     B. Fall of demand     C. Extension of demand     D. Contraction on demand