

## Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	When the classify data on the basis of income there will be	A. class intervals B. class numbers C. groups D. sections
2	When marginal is negative, it must be true that	A. the average is negative B. the average is decreasing C. the total is negative D. the total is decreasing
3	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
4	Which of the following is capital	A. tractor B. TV station C. tarbela dam D. all of the three
5	Shopkeepers are also producers because in goods, they produce.	A. Form utility B. Time utility C. Use utility D. Place utility
6	Income elasticity of demand for normal good is always	A. 1 B. more than one C. negative D. positive
7	A firm decides to exit the industry when	A. AC starts rising B. MC starts rising C. price is less than LAC D. TC starts rising
8	General price level and real income of the people are correlated with each other	A. Negatively B. Positively C. Normally D. Sub normally
9	Risks in the business arise because of	A. introduction of the new products B. uncertain policy of rival firms C. changes in tastes D. all the above
10	Equilibrium of consumer is explained by	A. negative utility B. positive utility C. marginal utility D. profit
11	Marginal land	A. is uncultivable land B. gets low rent C. gets no rent D. cannot be sold
12	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
13	If a change in demand is brought by a change in income, of demand will be.	A. Income elasticity B. Price elasticity C. Cross elasticity D. Arcelasticity
14	Law of diminishing returns applies more in:	A. Industry B. Agriculture C. Mining D. Construction
15	Which on of the following represents fixed cost:	A. Price of raw material B. Wages C. Interests on loan D. Depreciation

D. Rent of land

16 Who was the exponent of welfare economics.

- A. Alfred Marshall.
- B. Adam smith.
- C. Lionel Robbins
- D. J.M. Keynes.

17 Consists of all kinds of wealth, other than free gifts of nature, which yield income are called

- A. Capital
- B. Productivity of capital
- C. Both a and b
- D. None of these

18 If elasticity of supply is one, supply curve will be

- A. horizontal
- B. vertical
- C. passing through origin
- D. touching x-axis

19 The basic economic problem to all societies is

- A. elimination of scarcity
- B. what how and for whom to produce
- C. equal distribution of wealth
- D. to develop agriculture

20 How many various form of partnership

- A. 3
- B. 4
- C. 5
- D. 6