

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	It is function of capital	A. provision of machinery B. payment of wages C. establish good relation with employees D. a and b of above
2	If the price of a product increase from Rs. 12 per unit and as a consequence quantity demand of the product falls from 100 units to 50 units . The price elasticity of the product will be.	A. 2.5 B. 0.5 C. 1.5 D. 3.5
3	Which one is the assumption of law of demand?	A. price of the commodity should not change B. quantity demand should not change C. income of the consumer should not change D. none of the above
4	A mechanism, or arrangement, which brings together buyers together buyers and sellers of particular goods or services are called	A. Market B. Revenue curve C. Contact D. None of these
5	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
6	Everyone should study economics is a	A. positive statement B. normative statement C. true statement D. nonsense
7	Wealth of Nations was written in	A. 1976 B. 1876 C. 1776 D. 1676
8	He described economics as a science of material welfare	A. Robbins B. Marshall C. Ricardo D. Keynes
9	$y = 2^x$ is a.	A. Log function B. Linear equation C. Exponential function D. Increasing function
10	Which is NOT an advantage of division of labour	A. workers spend less time moving from job to job B. workers becomes dependent on other workers C. workers become more efficient at performing repeated task D. machinery is more easily introduced to perform simple tasks
11	The shape of rectangular hyperbola is made by	A. MC B. AFC C. AVC D. TFC
12	Minimum wage rate of labour is fixed by :	A. Government B. Trade unions C. Entrepreneurs D. Labourers
13	Specialization of labour has the advantage.	A. increased production B. introduction of new technology C. increases in self-sufficiency D. a and b of above
14		A. on inflation B. international economics relations

14	Micro economics concentrates	C. individual economics units D. economics development of Pakistan
15	Economics theory means	A. economic policy B. economic principles C. descriptive economics D. economics facts
16	Basic economic problem is	A. inflation B. unemployment C. scarcity D. lack of money
17	If a consumer moves upward along an indifference curve, his total utility	A. falls to zero B. does not change C. increases D. decreases
18	A schedule of the amount of a good that would be offered for sale at all possible prices, at any one instant of time or during any period of time are called	A. Supply B. Demand C. Stock D. None of these
19	General price level and real income of the people are correlated with each other	A. Negatively B. Positively C. Normally D. Sub normally
20	Economies and diseconomies of scale determine the shape of	A. long run AC curve B. short run AC C. average fixed cost D. none of the above