

## Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	According to Ricardo rents are high because prices of produce of land are	A. high B. low C. constant D. none of the above
2	The market of refrigerators in general is called:	A. Domestic market B. Local market C. International market D. National market
3	Long run cost curves can be termed as.	A. V-shaped B. U-shaped C. Oval-shaped D. Dish-shaped
4	:It is not possible to separate marginal revenue product of each factor of production:. It was said by:	A. Carver B. Hobson C. Hansen D. Hicks
5	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
6	Choose the correct establish condition for equilibrium	A. $MR = MC$ B. MC intersects MR curve from below C. $MC + MR$ D. Both a and b
7	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
8	The most efficient scale of production of a firm is where	A. LAC is minimum B. SAC is minimum C. LMC is minimum D. SMC is minimum
9	Profit is maximum when	A. distance between TR and TC is maximum B. distance between AR and AC is maximum C. distance between MR and MC is maximum D. distance between MR and AR is maximum
10	If price is set above equilibrium level, there will be	A. surplus commodity in the market B. shortage of commodity in the market C. supply curve will shift D. demand curve will shift
11	Standard of living of a country can be raised if it increases	A. labour force B. production C. money supply D. exports
12	One of the following is not an exception the law of demand.	A. Very high price products B. Very low price products C. Ignorance of consumers D. Non of the above
13	Power of a product which can satisfy human want is.	A. Utility B. Total utility C. Average utility D. Marginal utility

14	How many Kinds of variables?	<p>A. I here are many kinds of variables</p> <p>B. There are 2 kinds of variables</p> <p>C. There are 3 kinds of variables</p> <p>D. There are 4 kinds of variables</p>
15	Elasticity of a demand for product will be greater than unity if, with a fall in its price, total expenditure of consumer.	<p>A. Increase</p> <p>B. Falls</p> <p>C. Remains the same</p> <p>D. None of the three</p>
16	Economics is a science	<p>A. Spiritual</p> <p>B. Social</p> <p>C. dismal</p> <p>D. moral</p>
17	Which one is the small scale production.	<p>A. Bata shoe factory</p> <p>B. A barber shop</p> <p>C. kohinoor Textile Industries</p> <p>D. Sufi soap</p>
18	Total utility is maximised when.	<p>A. Marginal utility is zero</p> <p>B. Marginal utility falls</p> <p>C. Marginal utility rises</p> <p>D. Non of the above</p>
19	In May 2012, firm was supplying 1000 kg of sugar at market price of Rs. 60/- per kg. During June 2012, firm's supply of sugar had decreased to 900 kg at price Rs. 40/- per kg. These changes show that supply of sugar is	<p>A. Perfectly elastic</p> <p>B. Perfectly inelastic</p> <p>C. Less elastic</p> <p>D. More elastic</p>
20	if X and Y scales are the same a line making 45-degree angle with X-axis has slope	<p>A. 1/4</p> <p>B. 1/2</p> <p>C. 1</p> <p>D. constant</p>