

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	A joint stock company has	A. limited liability B. unlimited liability C. limited capital D. unlimited capital
2	Adam Smith wrote a book entitled "An enquiry into the nature and causes of wealth of nation" in.	A. 1784 B. 1792 C. 1776 D. 1796
3	Economic wants.	A. Can unlimited B. Capital goods C. Social goods D. Public goods
4	Gov. of Pakistan introduced labour policy for the first time in.	A. 1955 B. 1950 C. 1948 D. 1959
5	They can expand their business by selling shares in the stock market	A. proprietor of a business B. partners of the business C. joint stock company D. industrial cooperative societies
6	Utility is most closely related to the term	A. useful B. useless C. necessary D. satisfaction
7	Why should employ units of a factor to a point where	A. MP is negative B. MP is equal to price of the factor C. MP is positive D. MP is rising
8	Which statement is true	A. ATC + AVC = AFC B. ATC + MC = AFC C. ATC + AFC = AVC D. AFC + AVC = ATC
9	$y = 2^{x}$ is a.	A. Log function B. Linear equation C. Exponential function D. Increasing function
10	Utility and usefulness are	A. equal B. different C. opposite D. unrelated
11	If in a production process, all inputs are increased by 10% and output increase by less than 10%, then it is called	A. economies of scale B. diseconomies of scale C. diminishing marginal returns D. negative economies
12	Total fixed cost curve is .	A. Parallel to the vertical axis B. Parallel to the horizontal axis C. Sloping downward to the right D. Sloping upward to the right
13	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 abpove
14	The maximum point of TP curve is at quantity of labour where	A. Average physical product of labour is equal to 1 B. MPP of labour is at its maximum C. curves of APP and MPP of labour intersect D. MPP of labour is zero
		A Socialism

15	Market system means	B. Capitalism C. a place where goods are traded D. all of the above
16	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
17	According to Prof. Knight risks are of kinds	A. 2 B. 3 C. 4 D. many
18	A firms reaches its shut down point where:	A. AC > AR B. AC = AR C. AC&It AR D. AVC = AR
19	Which of the following is NOT capital as economists use the term	A. an office building B. machinery in a factory C. an industrial robot D. money
20	Product differentiation is a pre-condition of:	A. Perfect competition B. Imperfect compitition C. Monopoly D. Oligopoly