

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	This is a tool in economic studies	A. market B. price C. firm D. functional relation
2	Money wages are also called	A. Nominal Wages B. Real wages C. Gross wages D. Net wages
3	The quantities of a commodity offered for sale at different prices during a given period of time are called	A. Supply B. Demand C. Stock D. None of these
4	Land means nature resources which are available.	A. On the soil B. Above the soil C. Below the soil D. All the above
5	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 & b D. None of the three
6	A variable is a symbol which, during a discussion, may assume different values or a set of admissible values. This is the definition of	A. Prof. Kooros B. Prof. Marshall C. Prof. Rabbins D. Prof. Kneez
7	Economic goods produced by firms are called	A. productivity B. innovation C. technological progress D. output
8	Increasing the minimum wage for workers will	A. solve the unemployment problem B. result in scarcity of workers C. cause substitution of capital for labour D. decreases the MP of those workers
9	Intensive cultivation means.	A. Extending land for cultivation B. Use of more input at the same land C. More input and more land to be used D. More land and less labour to be used
10	One of the following is not an assumption of law of supply.	A. Political system should not changed B. Cost of production should not changed C. Production technique should not changed D. Cost of raw material should not changed
11	Rice mill is a :	A. Fixed capital B. Floating capital C. Sunk capital D. None of the three
12	Doctors get higher wages than clerks because	A. doctors are in short supply B. doctors have more respect in society C. doctors are organised in trade unions D. people fear doctor's displeasure
13	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
14	Long run cost curves can be termed as.	A. V-shaped B. U-shaped C. Oval-shaped D. Dish-shaped
15	Supply curve	A. is vertical in long run B. is flatter in long run C. is same in long and short run D. is horizontal in both short and long run
16	Which of the following input factor takes risk, innovates and coordinates	A. capital B. labour C. productivity D. entrepreneur
17	In case of a fall in supply.	A. Quantity supplied falls at the same price. B. Quantity supplied rises at the same price. C. Quantity supplied remain at the lower price. D. None of the three
18	Elasticity of demand in case of minor change in price and quantity demand will be .	A. Income elasticity of demand B. Cross elasticity of demand C. Point elasticity of demand D. Arc elasticity of demand
19	Commercial economics are a part of:	A. Internal economics B. External economics C. Economies of scale D. None of the three
20	Which is true	A. labour produces land B. land produces labour C. labour produces capital D. capital produces labour