

## Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	WAPDA is a	A. public corporation B. public company C. private company D. partnership
2	Which is NOT true	A. perfect monopoly does not exist in real world B. perfect competition does not exist in real world C. every monopoly is evil D. every firm wants to reduce competition
3	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
4	The utility of durable consumer goods.	A. Diminishes with the passage of time B. Perishes, if not used C. Can be obtained constantly D. None of the three
5	The necessary condition for equilibrium position of a firm is	A. $MR > MC$ B. $MC > price$ C. $MC = MR$ D. $MC = AC$
6	A fall in supply will take place due to a:	A. Business collusion B. Bumper crop C. Fall in custom duty D. Fall in income
7	Profit = ?	A. $TR - TC$ B. $TR - MC$ C. $TC - MC$ D. $TR + TC$
8	Which is a condition for existence of monopoly	A. big size B. identical product C. absence of government taxes D. no close substitute
9	Everyone should study economics is a	A. positive statement B. normative statement C. true statement D. nonsense
10	One of the following will not cause a rise and fall on demand.	A. Change in income B. Change in weather C. Discovery of a substitute D. Distribution of income remaining the same
11	The purchasing power of money alongwith the fringe benefits for a labour will determine his/her:	A. Nominal wage B. Gross wage C. Real wage D. Net wage
12	The position of the firm when it is earning maximum of profit and Profit = Total Revenue - Total cost are called	A. Perfect competition B. Under perfect competition C. Equilibrium of firm D. None of these
13	A professor is promoted to be a principle . What type of mobility will it be.	A. Vertical mobility B. Horizontal mobility C. Geographical mobility D. None of the three
14	Union leaders are in better position bargain for higher wages if demand for labour is	A. elastic B. inelastic C. very large D. permanent

15	Marginal revenue recommended by symbol	A. MR B. MC C. AR D. None of these
16	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
17	Which of the following is the subject matter of Economics.	A. Optimum use of limited resources for the satisfaction of unlimited human wants. B. Economic problems of the developing countries. C. Labour problems. D. Balance of payment problems.
18	If we plot the equation $y = 20 + 3x$ , its slope is	A. 20 B. 3 C. 20/3 D. Indeterminate
19	$y = 2^x$ is a.	A. Log function B. Linear equation C. Exponential function D. Increasing function
20	Markets where firms supply goods and services demanded by households are	A. factor market B. product market C. open markets D. resource markets