

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Normally MR curve intersects MC curve at points	A. 1 B. 2 C. 3 D. 4
2	An example of money capital is	A. cash B. money in a savings account C. prize bond D. golden ring
3	According to Malthus, population increase by	A. arithmetic progression B. geometric progression C. systematic progression D. automatic progression
4	Gross profit does NOT include	A. rent of his own land B. interest of his own capital C. pure profit D. taxes
5	Productivity of land can be raised by	A. decreasing farm size B. intensive cultivation C. better marketing D. increasing money supply
6	A firm decides to shut down production temporarily when	A. MC start rising B. AC start rising C. price = AC D. price falls below AVC
7	Who introduced the concept of Quasi rent.	A. Hicks B. Alfred Marshall C. Hobson D. Robbins
8	When the percentage change in quantity demanded is greater than the percentage change in price, elasticity of demand for the product will be.	A. Equal to unity B. Less than unity C. Greater than unity D. Equal to zero
9	Equilibrium price of a product is determined by:	A. The government B. An industrialist C. Market competition D. An agriculturist
10	An example of natural resource is	A. factory B. skilled doctor C. oil reserves in the ground D. oil reserves in storage tank
11	profit is a maximum when	A. TC and TR curves are parallel B. MC and MR curves are parallel C. AC and AR curves are parallel D. TFC and TVC are parallel
12	When average product falls marginal product	A. Rises B. Also falls C. Remain equal to average product D. Does not change
13	Perfect competition is a situation of market, where there are very large number of firms selling the same commodity are called	A. Revenue curve under perfect competition B. Monopoly curve C. Total revenue curve D. None of these
14	Profits arise	A. only in monopoly B. because of uncertainty C. shortage of goods D. like interest
15	When MU=0, TU is	A. minimum B. maximum C. increasing D. decreasing

		D. decreasing
16	A decrease in demand causes the equilibrium price to	A. rise B. fall C. remain constant D. indeterminate
17	When the demand of a product rises due to factors except price it will be.	A. Extension of demands B. Rise of demand C. Contraction of demand D. Extension of demand
18	If the price of a product rises, quantity demand if its substitute will.	A. Fall B. Rise C. Remain unchanged D. Fluctuate
19	Land, labour and capital are needed to produce goods. They are collectively called	A. elements of production B. factors of production C. tools of production D. cost of production
20	Gov. of Pakistan introduced labour policy for the first time in.	A. 1955 B. 1950 C. 1948 D. 1959