

## Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	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
2	Utility of a product depends upon	A. Knowledge B. Ownership C. Form D. All of them
3	One of the following is an example of monopoly.	A. Motorways B. Pakistan railways C. PIA D. None of these
4	Internal economies of scale include	A. risk-bearing economics B. trade mark C. managerial economies D. a and c of above
5	How many merits of organization in text book	A. 7 B. 8 C. 9 D. 10
6	Robbins in his definition	A. talks of scarcity of resources B. preached moral values C. supports Adam smith view D. none of the above
7	Commercial economics are a part of:	A. Internal economics B. External economics C. Economies of scale D. None of the three
8	One of the following can be registered in a stock exchange.	A. Business under partnership B. Cooperative society C. Joint stock company D. Sole proprietorship
9	Given the supply curve, a fall in demand will.	A. Increase equilibrium quantity of the product B. Decrease equilibrium quantity of the product C. Not affect equilibrium quantity D. Not affect equilibrium price
10	Pollution which is side effect of producing or consuming something and which is not taken into account by producers and sellers is called	A. externality B. wastage C. extra cost D. opportunity cost
11	The law of variable proportions was presented by.	A. Jevons B. Rayon C. Hicks D. Valentine
12	The long run average cost curve is tangent to various	A. short run TCs B. short run ACs C. AVCs D. AFCs
13	A firm under perfect competition is	A. price maker B. price breaker C. price taker D. price shaker
14	For production of goods we need factors	A. few B. 2 C. 4 D. unlimited
15	Demand and supply forces determine market price	A. only in perfect competition B. only in monopoly market C. in both markets

		D. none of the above
16	In the second stage of the law of variable of proportions the average product:	A. Rises B. Remains constant <b>C. Falls</b> D. None of the three
17	Natural environment that supports production of goods and services is included in	A. labour B. money C. capital <b>D. land</b>
18	Economics laws are	A. exact <b>B. approximate</b> C. brief D. definite
19	A firm decides to exit the industry when	A. AC starts rising B. MC starts rising <b>C. price is less than LAC</b> D. TC starts rising
20	The demand of a will expand when:	A. Other things do not remain constant. <b>B. Price of the products changes.</b> C. Value of money falls. D. None of the three