

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The value of a product depends upon.	A. The number of dollars B. The numbers of dollars which can be given in exchange for it C. The current exchange rate. D. None of them
2	A monopoly generally	A. allocates resources in a socially optimal way B. encourages greater income equality C. encourages greater efficiency D. produces less quantity than the quantity which minimises average cost
3	If a firm makes 200 units of a good available at a price of Rs. 10 per unit, the elasticity is	A. 0.05 B. 10 C. 20 D. indeterminate
4	Economic development of a country requires	A. skilled labour B. diplomacy C. abundant natural resources D. a and c of above
5	Every factor of production gets reward equal to	A. value of average product B. value of marginal product C. value of total product D. total revenue
6	One of the following is fixed capital.	A. Raw material B. Defence saving certificate C. Machinery D. None of the three
7	TVC	A. starts from origin B. not from origin C. is parallel to x-axis D. is parallel to y-axis
8	Stock exchange is market where we can buy:	A. Shares B. Foreign exchange C. Factors of production D. Consumer goods
9	The price and sales of sugar both increase. What could be the cause of this?	A. a decrease in the income of the consumers. B. a decrease in the tax on sugar C. An increase in the wages of workers in the sugar industry D. An increase in the price of sugar substitutes
10	Profits arise	A. only in monopoly B. because of uncertainty C. shortage of goods D. like interest
11	According to Ricardo rents are high because prices of produce of land are	A. high B. low C. constant D. none of the above
12	The following affect rent EXCEPT	A. better location B. fertility of land C. cleverness of landlords D. scarcity of land
13	All labour is	A. homogeneous B. heterogeneous C. lazy D. intelligent
14	A decrease in demand causes the equilibrium price to	A. rise B. fall C. remain constant

		D. indeterminate
15	A labourer resigns from service to start his own business. what type of mobility will it be.	A. Vertical mobility B. Occupational mobility C. Horizontal mobility D. Social mobility
16	The law of variable proportions was presented by.	A. Jevens B. Rayon C. Hicks D. Valentine
17	Law of decreasing returns generates	A. law of economic growth B. law of increasing costs C. law of variable costs D. law of decreasing costs
18	When the classify data on the basis of income there will be	A. class intervals B. class numbers C. groups D. sections
19	The law of demand will not be apply in case of	A. Inferior goods B. Superior goods C. Normal goods D. Non of them
20	To promote capital investment in a country, what is essentially required is.	A. Basic infrastructure B. Bank credit C. Law and ordered D. Stock broker