

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The transformation of resources into economic goods and services is	A. input B. production C. entrepreneur D. market
2	Power of a product which can satisfy human want is.	A. Utility B. Total utility C. Average utility D. Marginal utility
3	Net rent is also called.	A. Different rent B. Quasi rent C. Scarcity rent D. Economic rent
4	This is a tool in economic studies	A. market B. price C. firm D. functional relation
5	With decrease in price of bonds, rate of interest	A. decreases B. increases C. does not change D. none of the above
6	When marginal utility of a product is zero its total utility will be.	A. Increase B. Decreasing C. Maximum D. Constant
7	Rotten eggs are	A. free good B. economic good C. service D. wealth
8	According to Ricardo rents are high because prices of produce of land are	A. high B. low C. constant D. none of the above
9	Price determined in case of a perishable good will be.	A. Normal price B. Market price C. Short run price D. Long run price
10	Economic wants.	A. Can unlimited B. Capital goods C. Social goods D. Public goods
11	Natural environment that supports production of goods and services is included in	A. labour B. money C. capital D. land
12	Marginal revenue is always less than price at all levels of output in	A. perfect competition B. monopoly C. both A and B D. none of the above
13	Factors of production are recently termed as.	A. Output B. Outly C. Input D. None of them
14	If demand has unit price elasticity, a change in price causes	A. increase in total revenue B. decrease in total revenue C. no change in total revenue D. indeterminate
15	The government constructed a new water reservoir for the purpose of irrigation; this might be taken as	A. increase in supply of capital B. increase in supply of land C. increase in supply of land and supply of capital D. none of the above

D. increase in natural resources

16 The capital laying in the deposits of commercial bank is called.

- A. Domestic capital
- B. Real capital
- C. Foreign capital
- D. Money capital

17 Rickshaw has replaced tonga as local transport. As a result the tongs-drivers have become unemployed. Such unemployment is called

- A. structural
- B. frictional
- C. seasonal
- D. personal

18 If price is set above equilibrium level, there will be

- A. surplus commodity in the market
- B. shortage of commodity in the market
- C. supply curve will shift
- D. demand curve will shift

19 It describes the law of supply

- A. supply curve
- B. supply schedule
- C. supply equation
- D. all the three

20 Robbins definition of economics spell out the existence of

- A. Economics problem
- B. Social problem
- C. Political problem
- D. Moral problem