

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	If demand is unitary elastic, a 25% increase in price will result in	A. 25% change in total revenue B. no change in quantity demanded C. 1% decrease in quantity demanded D. 25% decrease in quantity demanded
2	Average cost and marginal cost curves in the short-run are:	A. Quadratic function B. Linear function C. Cubic function D. Log function
3	Rent is calculated from	A. most superior land B. most inferior land C. marginal land D. uncultivable land
4	A positive statement	A. concerns what is B. is always accurate C. deals with values and opinions D. cannot be tested in the real world
5	The concept of internal and external economics was given by.	A. Adam Smith B. Robbins C. J.M.Keynes D. Alfred Marshall
6	Which is NOT a cause of slow capital formation in Pakistan	A. poverty B. illiteracy C. bad governance D. low rate of taxes
7	The necessary condition for equilibrium position of a firm is	A. MR > MC B. MC > price C. MC = MR D. MC = AC
8	is a science which is concerned with the collection, presentation, and interpretation of numerical data	A. Statistics B. Economics analysis C. Function D. None of these
9	Marginal revenue of a monopolist is	A. equal to price B. greater than price C. less than price D. increases with output
10	Utility is most closely related to the term	A. useful B. useless C. necessary D. satisfaction
11	Every country should have population	A. minimum B. constant C. optimum D. fast growing
12	The following is <i>NOT</i> a factor of production	A. labour B. entrepreneurship C. land D. money
13	Members of business partnership in Pakistan are:	A. 2 to 20 B. 5 to 20 C. 2 to 25 D. 2 to 3
14	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
15	How many condition of equilibrium of firm	A. 2 B. 3 C. 4

		D. 5
16	Which one of the following is a functional equation of demand:	A. $Q - 20 + 2P = 0$ B. $Q - 3 - 3P = 0$ C. $Q + -2P = 0$ D. None of the three
7	According to Keynes interest is a payment for	A. consumer's preference B. producer's preference C. liquidity preference D. state bank's preference
18	Utility and usefulness are	A. equal B. different C. opposite D. unrelated
9	Markets where firms supply goods and services demanded by households are	A. factor market B. product market C. open markets D. resource markets
0	Joint stock company is manged and run by a	A. Board of Directors B. Shareholders C. Accountant D. None of these