

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Debenture holders recive.	A. Interest B. Wages C. Dividend D. Profit
2	One of the following is gift of a nature .	A. Land B. Labour C. Capital D. Organization
3	If we plot the equation $y = 20 + 3x$, its slope is	A. 20 B. 3 C. 20/3 D. Indeterminate
4	A firm maximizes profit of	A. MRP = wage rate B. MRP = ARP C. MRP is rising D. TRP = wages
5	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 these
6	Law of diminishing returns applies more in:	A. Industry B. Agriculture C. Mining D. Construction
7	Marginal revenue recommended by symbol	A. MR B. MC C. AR D. None of these
8	A firm decides to shut down production temporarily when	A. MC start rising B. AC stat rising C. price = AC D. price falls below AVC
9	In law of diminishing returns at least one factor	A. must be constant B. must be owned by the firm C. must be purchasable D. must be efficient
10	This is NOT the result of specialization	A. increased production B. improvement in quality of product C. increase in cost of production D. increase in trade
11	The supply of perishable goods is.	A. Elastic B. Inelastic C. Perfectly elastic D. None of the above
12	If the price of a product increase from Rs. 12 per unit and as a consequence quantity demand of the product falls from 100 units to 50 units . The price elasticity of the product will be.	A. 2.5 B. 0.5 C. 1.5 D. 3.5
13	The difference between iron ore deposits and the steel produced illustrates the difference between	A. labour and natural resources B. labour and capital C. natural resources and capital D. natural resources and entrepreneurship
14	A firm under perfect competition is	A. price maker B. price breaker C. price taker D. price shaker
15	How many merits of organization in text book	A. 7 B. 8 C. 9

		D. 10
16	He prepares the initial plan of the business	A. capitalist B. manager C. entrepreneur D. officer
17	The shape of rectangular hyperbola is made by	A. MC B. AFC C. AVC D. TFC
18	A seller can increase his sales revenue by charging a lower price, if the demand has	A. e < 1 B. e = 1 C. e > 1 D. e = 0
19	The market of cars is.	A. International market B. Regional market C. Local market D. Domestic market
20	How many types of markets according to location	A. 4 B. 5 C. 6 D. 7