

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Which statement relates to macroeconomics	A. Oil prices are rising in Pakistan B. Profit rate is high in textile industry C. The firms try to make huge profits D. The government had failed to control inflation
2	Optimum population is defined by the economists as the level of population at which	A. death rate equals birth rate B. labour productivity is maximized C. country achieves food self sufficiency D. national income per head is maximised
3	Union leaders are in better position bargain for higher wages if demand for labour is	A. elastic B. inelastic C. very large D. permanent
4	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
5	A firm will be in equilibrium where.	A. Its total profit is high B. Its cost is minimum C. It produces at a level of output which its profit is minimum or loss is minimum D. None of the three
6	Different prices are charged from different customers of the same product. This is called.	A. Short run price B. Price instability C. Price discrimination D. Long run price
7	In which year Alfred Marshall wrote a book entitled "Principle of economics"	A. 1850 B. 190 C. 1870 D. 1890
8	If marginal product of labour rises because of new technology	A. wages will rise B. wages will fall C. wages will be unaffected D. may raise or fall
9	The following is NOT a factor of production	A. labour B. entrepreneurship C. land D. money
10	Net investment equals Gross investment MINUS	A. fixed capital B. capital depreciation C. capital appreciation D. capital formation
11	Macro economics deals with	A. how to buy groceries B. aggregate economics activity C. establishment of a new firm D. industrial activity
12	One or more persons living together and having a common budget is called	A. union B. organisation C. household D. house members
13	When business expands beyond its optimum level what type of economics will it be getting.	A. Diseconomies B. Internal economies C. External economies D. Managerial economics
14	Under perfect competition, demand for a factor is its	A. MRP curve B. ARP curve C. TRP curve - - - - -

15	When marginal is negative, it must be true that	A. the average is negative B. the average is decreasing C. the total is negative D. the total is decreasing
16	Pakistan population is growing a rate of .	A. 2 % per annum B. 1. 8 % per annum C. 2.9 % per annum D. 2.2 % per annum
17	One of the following is not an assumption of the Ricardian theory of rent.	A. Lands are cultivated in sequence B. All lands are homogeneous C. All units of labour are identical D. There are original and inductuctible powers of soils
18	One of the following is fixed capital.	A. Raw material B. Defence saving certificate C. Machinery D. None f the three
19	Social stagnation is a big obstacle to.	A. Mobility of labour B. Division OF labour C. Efficiency o labour D. All the above
20	In case of a fall in supply.	A. Quantity supplied falls at the same price. B. Quantity supplied rises at the same price. C. Quantity supplied remain at the lower price. D. None of the three
