

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Law of equi marginal utility provides basis for.	A. Equal distribution of wealth B. Economy in taxation C. Law of diminishing returns D. Law of constant returns
2	Which is a condition for existence of monopoly	A. big size B. identical product C. absence of government taxes D. no close substitute
3	The necessary condition for equilibrium of firm is	A. $AVC = AFC$ B. $AR = MR$ C. $MC = MR$ D. $TVC = TFC$
4	$x^2 - y^2 = 10$ This function can be termed as .	A. Expicit function B. Implicit function C. Linear function D. Constant function
5	Which one is not determinant of demand	A. tastes B. income C. method of production D. price
6	About labour we can say with certainty that it is	A. Perishable B. Hirable C. Reliable D. all of the above
7	The following is <i>NOT</i> a factor of production	A. labour B. entrepreneurship C. land D. money
8	Supply curve will shift when	A. price falls B. price rises C. demand shifts D. technology changes
9	With a fall in the price of a Giffen good or inferior good its quantity demand will.	A. Fall B. Rise C. Remain unchanged D. None of three
10	Under monopoly the price is always equal to:	A. AR B. MR C. MC D. AVC
11	Demands and supply curves cross at	A. always at 60 degree B. at 90 degree C. at equal angle D. at any angle
12	Internal economies of scale include	A. risk-bearing economics B. trade mark C. managerial economies D. a and c of above
13	One of the following is not land.	A. Sui gas B. Electric power C. Atlantic Ocean D. A river
14	One of the following is an example of monopoly.	A. Motorways B. Pakistan railways C. PIA D. None of these
15	Ceteris paribus means	A. other things equal B. all variable are independent C. all relationships are inverse D. that no other assumptions are

		made
16	For production of goods we need factors	A. few B. 2 C. 4 D. unlimited
17	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
18	MC is given by slope of	A. TFC B. TC C. ATC D. AVC
19	In short period how many possibilities in which a firm may find itself	A. four B. five C. six D. seven
20	during short period, diminishing returns may follow because	A. quantity of labour is fixed B. quality of labour is fixed C. quantity of capital is fixed D. quantity of any one factor is fixed