

Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Perfectly inelastic supply curve is:	A. Parallel to vertical axis B. Parallel to horizontal axis C. Rises upward to the right D. Falls downward to the right
2	To reduce unemployment the govt. may	A. reduce money supply B. reduce mobility of labour C. reduce minimum wages D. increase government spending
3	An entrepreneur is a person who performs the dual function of risk-taking and control. This is the definition of	A. Prof. Knight B. Prof. Marshall C. Prof. Robbins D. Prof. Knees
4	The shape of marginal revenue product (MRP) curve is	A. Inverted U B. Steeper C. Flatter D. Positive
5	TC	A. starts from origin B. not from origin C. is parallel to y-axis D. parallel to x- axis
6	The transformation of resources into economic goods and services is	A. input B. production C. entrepreneur D. market
7	Gross profit includes	A. monopoly profit B. pure profit C. windfall profit D. all of the above
8	Normal price is a price which prevails	A. In day to day market B. In domestic market C. In the long run market D. In a foreign market
9	Reward of which factor of production is not pre-determined?	A. labour B. land C. capital D. organisation
10	Labour intensive technique of production means.	A. More labour and less capital B. Less labour and more capital C. More labour and no land D. More land and no labour
11	This is capital	A. money B. forests C. machinery D. trademarks
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	Which type of problems are brought under discussion in micro economics .	A. Consumer's behaviour B. International trade C. Balance of payment D. Public finance
14	All the products which are priced in the market are.	A. Non economic products B. Economic products C. Private products D. Public products
15	Indifference curves are convex to the origin because	A. two goods are perfect substitutes B. two goods are imperfect substitutes C. two goods are perfect

complementary goods
D. goods are jointly demanded

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- 16 The necessary condition for equilibrium position of a firm is
- A. $MR > MC$
B. $MC > \text{price}$
C. $MC = MR$
D. $MC = AC$
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- 17 In short period how many possibilities in which a firm may find itself
- A. four
B. five
C. six
D. seven
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- 18 The concept of internal and external economics was given by.
- A. Adam Smith
B. Robbins
C. J.M.Keynes
D. Alfred Marshall
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- 19 $Q_d = 50 - 5P$ people will demand 50 when price of the product is:
- A. Very high
B. Very low
C. Zero
D. Unity
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- 20 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
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