

## Principles of Economics Icom Part 1 English Medium Chapter 4 Online Test

Sr	Questions	Answers Choice
1	Fourth factor of production is called	A. Land B. Labour C. Capital D. Organization
2	When supply decreases due to fall in price, it is called:	A. Fall in supply B. Contraction in supply C. Expansion in supply D. Rise in supply
3	When supply increases due to rise price, it is called:	A. Fall in supply B. Contraction in supply C. Expansion in supply D. Rise in supply
4	As factor of production, river and sea are called	A. Land B. Labour C. Capital D. Organization
5	One of the following is not included in labour	A. Teaching of a teacher in a school B. Working of a clerk in an office C. To follow a case by a lawyer D. To look after the child by his mother
6	River, sea, forests, rain are called	A. Land B. Labour C. Capital D. Organization
7	The factor of production which is used to produce more wealth or increase income is called	A. Land B. Labour C. Capital D. Organization
8	Immortal factor production is	A. Land B. Labour C. Capital D. Organization
9	If price increases but supply remains constant, it is called:	A. Fall in supply B. Contraction in supply C. Expansion in supply D. Rise in supply
10	Tractor, harvester, thrasher etc are the examples of factor of production	A. Land B. Labour C. Capital D. Organization
11	Quantity of a commodity which is offered for sale in a market is called:	A. Trade B. Supply C. Demand D. Stock
12	In economics, every mental or physical struggle undertaken for reward, is called	A. Land B. Labour C. Capital D. Organization
13	In modern term, factors of production are called	A. Inputs B. Productive services C. Inputs and productive services D. Production of goods and services
14	Free gift of nature is	A. Land B. Labour C. Capital D. Organization
15	If 50% change in supply in response to 50% change in price then:	A. Es = 0 B. Es = 1 C. Es > 1 D. Es < 1

D.  $E_s \leq 1$

16 If the rate of change in price and quantity supplied is equal then:

- A.  $E_s = 0$
- B.  $E_s = 1$
- C.  $E_s > 1$
- D.  $E_s \leq 1$

17 Factor of production which is used to earn more income, is called

- A. Land
- B. Labour
- C. Capital
- D. Organization

18 Mental or physical work undertaken for reward by human being is called

- A. Land
- B. Labour
- C. Capital
- D. Organization

19 The most important and basic factor of production is

- A. Land
- B. Labour
- C. Capital
- D. Organization

20 Causes of shifting in supply curve is:

- A. Change in technique
- B. Change in cost
- C. Change in tax
- D. All of them