

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

Sr	Questions	Answers Choice
1	Supply curve slope is:	A. Positive B. Vertical C. Negative D. Horizontal
2	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
3	When price increases, supply:	A. Contracts B. Expands C. Remains fixed D. Becomes zero
4	Factor of production which is used to earn more income, is called	A. Land B. Labour C. Capital D. Organization
5	Free gift of nature is	A. Land B. Labour C. Capital D. Organization
6	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
7	Third factor of production is called	A. land B. labour C. capital D. organization
8	Mental or physical work undertaken for reward by human being is called	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	One of the following is not included in the characteristics of labour	A. Labour and labourer cannot be separated B. Labour can be stored C. Labour has limited mobility D. Supply of labour is inelastic
11	River, sea, forests, rain are called	A. Land B. Labour C. Capital D. Organization
12	In case of horizontal supply curve, Es is:	A. Mero than unity B. Less than unity C. Zero D. Infinite
13	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. $E_s < 1$
14	If 50% change in supply in response to 50% change in price then:	A. $E_s = 0$ B. $E_s = 1$ C. $E_s > 1$ D. $E_s < 1$
15	Which factor can not be stored	A. Land B. Labour C. Capital

		D. Organization
16	As factor of production, river and sea are called	A. Land B. Labour C. Capital D. Organization
17	In modern term, factors of production are called	A. Inputs B. Productive services C. Inputs and productive services D. Production of goods and services
18	Production of a commodity depends upon four factors of production i.e. land, labour, capital and organization	A. According to classical economists B. According to Neo classical economists C. According to modern economists D. According to Austrian school of thought
19	Quantity of a commodity which is offered for sale in a market is called:	A. Trade B. Supply C. Demand D. Stock
20	Number of factors of production is	A. One B. Two C. Three D. Four