

Economics Ics Part 1 English Medium Chapter 9 Online Test

Sr	Questions	Answers Choice
1	Which of the following is <i>NOT</i> capital as economists use the term	A. an office building B. machinery in a factory C. an industrial robot D. money
2	Capital formation takes place when	A. people save a part of their incomes B. saved amount is invested C. investors expect good return D. all of the three
3	Which is <i>NOT</i> a cause of slow capital formation in Pakistan	A. poverty B. illiteracy C. bad governance D. low rate of taxes
4	The part of wealth, other than natural resources, which can be used for further production of wealth are called	A. Capital B. Revenue C. Fundamentals of economics D. None of these
5	$Q_d = 50 - 5P$ people will demand 50 when price of the product is:	A. Very high B. Very low C. Zero D. Unity
6	The difference between iron ore deposits and the steel produced illustrates the difference between	A. labour and natural resources B. labour and capital C. natural resources and capital D. natural resources and entrepreneurship
7	These are kinds of capital EXCEPT	A. fixed capital B. expensive capital C. working capital D. real capital
8	It is function of capital	A. provision of machinery B. payment of wages C. establish good relation with employees D. a and b of above
9	Which is true	A. capital depreciates B. capital is primary factor of production C. capital is not hireable D. human capital is real capital
10	To the economist, investment refers to	A. sale of real estate B. creation of new capital C. purchase of a prize bond D. decrease in inventories
11	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
12	$q = 4 + 2P$ it is a functional equation of.	A. Demand B. Supply C. Equilibrium of demand as supply D. None of the three
13	A factory is an example of	A. capital B. natural resources C. entrepreneurship D. none of the above
14	Productivity of capital depends upon	A. quality of labour B. quality of raw materials C. quality of management D. all of the above

15	The government constructed a new water reservoir for the purpose of irrigation; this might be taken as	<p>A. increase in supply of capital B. increase in supply of land C. increase in supply of land and supply of capital D. increase in natural resources</p>
16	Which of the following is a producer good	<p>A. pen B. cycle C. mobile phone D. hammer</p>
17	Which of the following is capital	<p>A. toy of a child B. plough of the farmer C. calculator of the student D. novel book in the library</p>
18	Which of the following is capital	<p>A. tractor B. TV station C. tarbela dam D. all of the three</p>
19	An example of money capital is	<p>A. cash B. money in a savings account C. prize bond D. golden ring</p>
20	Consists of all kinds of wealth, other than free gifts of nature, which yield income are called	<p>A. Capital B. Productivity of capital C. Both a and b D. None of these</p>