

Economics - ICS Part 1 Economics Urdu Medium Full Book Short Questions Test

Q1. In elastic demand.

Ans 1: A large change in price has a very small effect on demand. The demand for such products is known as relatively inelastic or simply inelastic demand.

Q2. What is open market operation

Ans 1: When state bank sells government securities in the open market the liquidity of financial institution decreases. this step helps to control inflation, since it decreases the volume of credit issued by banks.

Q3. Define Reserve price.

Ans 1: This is the minimum price below which a seller does not want to sell any quantity .

Q4. What is Elastic of supply.

Ans 1: "The degree of responsiveness of supply of a commodity to changes in its price."

Q5. Define Organization.

Ans 1: the Entrepreneurship is also called organization.

Q6. Define Individual wealth

Ans 1: this includes all material thing which a person possesses e.g. land, house, jewellery, cattle, watch, books etc.

Q7. What is sales tax and price.

Ans 1: Imposition of sales tax reduce supply and supply curve shifts leftward. Price increases and less quantity is sold.

Q8. Define Necessities,

Ans 1: Necessities the goods like food, clothing and housing which form the minimum requirement to maintain life are called necessities.

Q9. What is agriculture sector.

Ans 1: Agriculture is the single largest sector of our economy contributing 20% of gross domestic product.

Q10. What is infrastructure or Social overheads.

Ans 1: Infrastructure or Social overheads are the essential investment on which economic development depends. Transport, communication, power supply, drainage are all included in infrastructure.
