

## Economics Ics Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	According to Malthus, population increase by	A. arithmetic progression B. geometric progression C. systematic progression D. automatic progression
2	If a firm increases the ratio of capital to labour, it becomes more	A. labour intensive B. capital intensive C. output intensive D. input intensive
3	Land, labour and capital are needed to produce goods. They are collectively called	A. elements of production B. factors of production C. tools of production D. cost of production
4	Which is true	A. labour produces land B. land produces labour C. labour produces capital D. capital produces labour
5	Production in economic means	A. factors of production B. doing some job C. output of goods D. profit
6	An example of natural resource is	A. factory B. skilled doctor C. oil reserves in the ground D. oil reserves in storage tank
7	Natural environment that supports production of goods and services is included in	A. labour B. money C. capital D. land
8	Productivity of land can be raised by	A. decreasing farm size B. intensive cultivation C. better marketing D. increasing money supply
9	Standard of living of a country can be raised if it increases	A. labour force B. production C. money supply D. exports
10	For production of goods we need factors	A. few B. 2 C. 4 D. unlimited
11	The transformation of resources into economic goods and services is	A. input B. production C. entrepreneur D. market
12	Which of the following factors takes risk, innovates and coordinates	A. capital B. labour C. bank D. entrepreneur
13	The following is NOT a factor of production	A. labour B. entrepreneurship C. land D. money
14	Geographical mobility is not possible for	A. land B. labour C. capital D. wealth
15	Land is	A. hireable B. not hireable C. homogeneous D. a form of capital

16	Economic goods produced by firms are called	A. productivity B. innovation C. technological progress D. output
17	The transformation of resources into economic goods and services is called	A. technical efficiency B. input C. production D. increasing returns
18	Which of the following is correct with respect to resources	A. Money is a capital good B. Human skills are a labour input C. Entrepreneur is part of the labour input D. Natural resources include human input
19	Which of the following input factor takes risk, innovates and coordinates	A. capital B. labour C. productivity D. entrepreneur
20	Which of the following is NOT an input	A. labour B. entrepreneurship C. natural resources D. production