

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

Sr	Questions	Answers Choice
1	If an entrepreneur does service, in economics it is called	A. Organization B. Discipline C. Labour D. Wage
2	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
3	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
4	One of the following is not included in the characteristics of land	A. Land is a gift of nature B. All the pieces of land are not equal fertility C. Productive capacity of land is limited D. Supply of land is unlimited
5	One of the following is not called land	A. Rain B. Mountain C. Forests D. Mangla Dam
6	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
7	Organization means an individual or institution which with optimum factor combination	A. Lays foundation of business always earning profit B. Lays foundation of business but does not accept the responsibility of profit and loss C. Lays foundation of business but accepts the responsibility of profit and loss D. Serves as a manager in the business and receives remuneration
8	Blessings like air, rain existing on land are included in factor of production	A. Labour or human resources B. Capital or monetary resources C. Land or natural resources D. Organisation
9	Tractor, harvester, thrasher etc are the examples of factor of production	A. Land B. Labour C. Capital D. Organization
10	Fourth factor of production is called	A. Land B. Labour C. Capital D. Organization
11	Third factor of production is called	A. land B. labour C. capital D. organization
12	Second factor of production is	A. Land B. Labour C. Capital D. Organization
13	The most important and basic factor of production is	A. Land B. Labour C. Capital D. Organization

14 In modern term, factors of production are called

- A. Inputs
- B. Productive services
- C. Inputs and productive services
- D. Production of goods and services

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

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