

# ECONOMICS

2018

Time: 20 Minutes

(Regular & Private)

Max. Marks: 15

## SECTION "A" (MULTIPLE CHOICE QUESTION)

1. Choose the correct answer for each from the given options:

- (i) The Total Cost (TC) is equal to:  
♦  $VC + ATC$  ♦  $AC + MC$  ♦  $TFC + TVC$  ♦  $AFC + AVC$
- (ii) Reward without any service is termed as:  
♦ Wages ♦ Interest ♦ Transfer payment ♦ Rent
- (iii) Law of Equi-Marginal utility is also known as the:  
♦ Law of Substitution ♦ Law of Demand  
♦ Law of Supply ♦ Law of Diminishing Marginal
- (iv) Macro Economics is also known as:  
♦ Price theory ♦ Income theory  
♦ Game theory ♦ Productivity theory
- (v) Equilibrium price is determined by:  
♦ Demand ♦ Supply ♦ Demand and Supply ♦ Stock
- (vi) Homogeneous products are sold under:  
♦ Monopoly ♦ Perfect Competition ♦ Oligopoly ♦ Duopoly
- (vii) During inflation, the value of money: ♦ increases  
♦ decreases ♦ remains constant ♦ becomes zero
- (viii) To calculate per Capita income, national income is divided by: ♦ Total population ♦ Total expectation  
♦ Total labour ♦ Total production
- (ix) The N.N.P. is equal to:  
♦  $GNP + depreciation$  ♦  $GNP - depreciation$   
♦  $GNP + Subsidies$  ♦  $GNP - Subsidies$
- (x) Fiscal policy means; ♦ Industry policy  
♦ Agricultural Policy ♦ Commercial policy  
♦ Government revenue and expenditure policy
- (xi) The rate of Zakat is:  
♦  $2\frac{1}{2}\%$  ♦  $10\frac{1}{2}\%$  ♦  $7\frac{1}{2}\%$  ♦  $1\frac{1}{2}\%$
- (xii) The theory of comparative cause was presented by:  
♦ Adam Smith ♦ David Ricardo ♦ Marshall ♦ Keynes
- (xiii) All factors of production become variable in the:  
♦ Long run ♦ Market period ♦ Short run ♦ Middle term
- (xiv) Quantity theory of Money is given by:  
♦ Adam Smith ♦ Irving Fisher ♦ Robbins ♦ Marshall
- (xv) The other name of Trade Cycle is:  
♦ Investment Cycle ♦ Expenditure Cycle  
♦ Business Cycle ♦ Income Cycle