

Time: 3 Hours

(Max. Marks 100)

**SECTION 'A'****(Multiple Choice Questions)****(Marks: 20)**

**Note:** This section consists of 20 part questions and all are to be answered. Each question carries one mark.

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

(i) This is not an economic good:

- ★ Car                      ★ Radio                      ★ Mobile Phone                      ★ Rainfall ✓

(ii) The biggest buyer of Pakistani surgical instruments is:

- ★ ICC                      ★ FIFA                      ★ WHO                      ★ UNICEF ✓

(iii) The total cost is equals to:

- ★ VC+ATC                      ★ AC+MC                      ★ AFC+AVC                      ★ TFC+TVC ✓

(iv) The first reserve of natural gas in Pakistan was discovered at:

- ★ Sui ✓                      ★ Thar                      ★ Sawabi                      ★ Chagi

(v) When total utility is maximum then marginal utility is:

- ★ Maximum                      ★ Positive                      ★ Negative                      ★ Zero ✓

(vi) This is the cash crop of Pakistan:

- ★ Wheat                      ★ Cotton ✓                      ★ Maize                      ★ Rice

(vii) Slope of demand curve is:

- ★ positive                      ★ negative ✓                      ★ vertical                      ★ horizontal

(viii) Water logging and salinity are the problems of:

- ★ Industrial Sector                      ★ Agricultural Sector ✓  
★ Banking Sector                      ★ Trading Sector

(ix) The essential feature of monopoly is:

- ★ few sellers                      ★ no close substitute ✓  
★ perfect mobility                      ★ homogenous goods

(x) The main source of employment in Pakistan is:

- ★ industry                      ★ construction                      ★ agriculture ✓                      ★ services

(xi) Micro Economics is also called:

- ★ Rent Theory                      ★ Price Theory ✓  
★ Income Theory                      ★ Employment Theory

(xii) In Pakistan, the center of sports goods is:

- ★ Lahore                      ★ Sialkot ✓                      ★ Karachi                      ★ Faisalabad

(xiii) Supply is a part of:

- ★ wealth                      ★ stock ✓                      ★ demand                      ★ capital

(xiv) Copper deposits are discovered in Baluchistan at:

- ★ Harnai                      ★ Chaghi                      ★ Sandak ✓                      ★ Quetta

(xv) Human wants are:

- ★ nominal                      ★ unlimited ✓                      ★ limited                      ★ few

(xvi) This sector is the backbone of Pakistan's economy:

- ★ Industry                      ★ Banking                      ★ Agriculture ✓                      ★ Trade

(xvii) This is not a factor of production:

- ★ Land                      ★ Labor                      ★ Capital                      ★ Profit ✓

(xviii) Economics is the branch of:

- ★ Natural Science                      ★ Physical Science  
★ Social Science ✓                      ★ Moral Science

(xix) According to the law of demand, if price rises, the quantity demanded:

- ★ contracts ✓                      ★ expands                      ★ rises                      ★ falls

(xx) Elasticity of demand for necessary goods is:

- ★ zero                      ★ equals to unit  
★ less than unit ✓                      ★ greater than unit