



# ECONOMICS

**BOOKS - GOYAL BROTHERS**

**PRAKASHAN ECONOMICS (HINGLISH)**

**ECONOMY AND ECONOMIC PROBLEM**

**Mcq**

**1. The word "economy" stands for:**

A. (a) Government institutions

B. (b) People

C. (c) Income earning activities of the  
people

D. (d) all of the above

**Answer: C**



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2. The area of an economy is confined to :

A. (a) A region of a country

B. (b) country as a whole

C. (c) World as a whole

D. (d) Any of the above

**Answer: D**



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3. economic problem, in the context of a country, is using resource.

A. (a) Fully

B. (b) Efficiently

C. (c) Both fully and efficiently

D. (d) None of the above

**Answer: C**



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**4. Economic problem arises because of:**

A. (a) Unlimited wants

B. (b) Unlimited resources

C. (c) Both a and b

D. Neither a nor b

**Answer: A**



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**5. Economic problem arises because:**

A. (a) Resources are limited

B. (b) Most resources have alternative uses

C. (c) Wants are unlimited

D. (d) All the above

**Answer: D**



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**Short Answer**

1. Describe an economy



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2. Explain the basic problem of an economy?



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3. What is an economic problem? What is its root cause? Explain.



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4. Give reason why an economic problem arises?



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## Short Answer li

1. Explain the meaning functioning of any economy?



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Some Important



1. Why does the problem of choice arise?



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2. state any two causes of an economic problem?



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3. state two characteristics of resources which given rise to an economic problem?



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