



St. Lawrence High School

A Jesuit Christian Minority Institution



Answer Key 12
Class: XII

Sub: Economics

Chapter 04: Theory of production
Topic: Concept of production and
Production function

F.M: 15
Date: 15.05.2020

Multiple choice questions: **1x15=15**

1. Production means _____ from one state of matter into another.

- a. Exchange,
- b. Distribution,
- c. Change,
- d. All of above.

Ans: c. Change.

2. There are _____ factors of production.

- a. Five,
- b. Four,
- c. Three,
- d. Two.

Ans: b. Four.

3. Production function means _____ relationship.

- a. Functional,
- b. Technical,
- c. Non- technical,
- d. None of these.

Ans: a. Functional.

4. The relation between input employed and output produced is known as _____ function.

- a. Technical,
- b. Cost,
- c. Demand,
- d. Production.

Ans: d. Production.

5. The relation between production element and production is known as _____.

- a. Physical relationship.

- b. Technological relationship,
 - c. Both of a) and b)
 - d. Cultural relationship.
- Ans:** b. Technological relationship.

6. Production is the creation of _____.
- a. Demand,
 - b. Utility,
 - c. Exchange,
 - d. None of these.
- Ans:** b. Utility.

7. _____ is the natural factor in the production process.
- a. Capital,
 - b. Organization,
 - c. Land,
 - d. Labour.
- Ans:** c. Land.

8. Any physical and mental effort is known as _____.
- a. Labour,
 - b. Capital,
 - c. Land,
 - d. All of above.
- Ans:** a. Labour.

9. _____ is known as produced means of production.
- a. Land,
 - b. Labour,
 - c. Organization,
 - d. Capital.
- Ans:** d. Capital.

10. Those who coordinate among land, labour and capital are known as _____.
- a. Owner,
 - b. Producer,
 - c. Organizer,
 - d. Worker.
- Ans:** c. Organizer.

11. For production function we consider mainly _____ inputs.
- a. Four,
 - b. Two,

- c. Three,
- d. Five.

Ans: b. Two.

12. In production function concept, output is _____ variable.

- a. Independent,
- b. Continuous,
- c. Dependent,
- d. Discrete.

Ans: c. Dependent.

13. The land supply in production is _____.

- a. Fixed,
- b. Variable,
- c. Zero,
- d. Abundant.

Ans: a. Fixed.

14. _____ is the result of past labour.

- a. Land,
- b. Machine,
- c. Organizer,
- d. Capital.

Ans: d. Capital.

15. Demand for factors of production is known as _____ demand.

- a. Derivative,
- b. Derived,
- c. Determined,
- d. Developed.

Ans: b. derived.

Debaleena Ganguly.
15.05.2020