

Principles of Economics Icom Part 1 English Medium Chapter 2 Online Test

Sr	Questions	Answers Choice
1	When marginal utility is positive, total utility	A. Goes on decreasing B. Goes on increasing C. Does not change D. Is zero
2	One of the following is not assumption of law of diminishing marginal utility	A. Same nature of the commodity B. Consumption of the commodity with intervals C. Suitable quantity of the commodity D. No change in consumers mental condition
3	Total utility always:	A. Decreases B. 1st increases then decreases C. Maximum D. Negative
4	When marginal utility is zero, than total utility is:	A. Minimum B. Positive C. Maximum D. Zero
5	On which of the following law of diminishing marginal utility is applicable	A. Money and wealth B. Historical articles C. Normal goods of need D. Narcotics
6	In mathematics, symbol for utility is used	A. U B. M C. X D. Y
7	Objective of a rational consumer is	A. To save maximum amount from his limited income B. To buy goods at minimum price C. Best choice from existing economic goods D. To attain maximum utility from the spent amount
8	First and basic law of consumption is	A. Law of demand B. Law of decreasing return C. Law of supply D. Law of diminishing marginal utility
9	When marginal utility is negative, total utility:	A. Decreases B. Increases C. Does not change D. Negative
10	Capital goods are those which can satisfy human wants:	A. Directly B. Indirectly C. Proportionate D. None of these
11	Which economist did present, cardinal theory of utility	A. Marshall B. Karoos C. Cannon D. J.B. Say
12	The price of non-economic want is always:	A. Very high B. Very Low C. Negative D. Zero
13	Total utility increases when marginal utility is	A. Positive B. Negative C. Zero D. Minimum
14	Economist who presented the first law of consumption	A. Marshall B. Adam smith C. Robbins D. Pigou

15	The term marginal in economics means:	A. An additional unit B. Change in unit C. Last unit D. All of them
16	When marginal utility is negative, then total utility	A. Decreases B. Increases C. Does not change D. Becomes negative
17	Marginal utility curve moves	A. From left to right downward B. From left to right upward C. Parallel to ox axis D. Parallel to oy axis
18	Utility attained by all the units of a commodity consumed	A. Positive utility B. Negative utility C. Total utility D. Marginal utility
19	Total utility is maximum when marginal utility is	A. Positive B. Negative C. Zero D. Minimum
20	Which of the following stated that utility is measurable	A. Marshall B. Adam Smith C. Robbins D. Keynes