

Principles of Economics Icom Part 1 English Medium Chapter 6 Online Test

Sr	Questions	Answers Choice
1	Which factor combines other three factors ?	A. Land B. Labour C. Capital D. Organization
2	The shape of average cost curve in the short period is	A. Vertical B. Horizontal C. Positively sloping D. Like English alphabet U
3	Price of raw material, wages of temporary labourers, transport costs etc, are called	A. Fixed costs B. Variable costs C. Marginal cost D. Total cost
4	Which is the Demand Curve of a firm	A. Average Revenue Curve B. Marginal Revenue Curve C. Total Revenue Curve D. Average cost curve
5	What is the reward of Labour ?	A. Rent B. Wage C. Interest D. Profit
6	Which on factor is the basic factor ?	A. Land B. Labour C. Capital D. Organization
7	In the short period, fixed cost curve has the tendency	A. Parallel to ox-axis B. Parallel to oy-axis C. Positive D. Negative
8	How many kinds of costs are in the short period	A. Two B. Three C. Four D. Five
9	Under monopoly average revenue curve remains _____ the marginal revenue curve	A. Below B. Above C. Parallel to D. None of three
10	One of the following is considered as capital:	A. Land B. Labour C. Raw material D. Both (a) and (b)
11	The factor of production which is result of human struggle.	A. Land B. Labour C. Capital D. Organization
12	Which is not included in variable cost	A. price of raw material B. Advertisement expenditures C. rent of building D. wages of labour
13	Which one factor is free gift of nature ?	A. Land B. Labour C. Capital D. Organization
14	When average cost falls marginal cost is ----- average cost	A. More than B. Less than C. Equal to D. A and C
15	Number of firms under monopoly is	A. One B. Two C. Three D. Four

16	Under monopoly average revenue curve remains the marginal revenue curve	A. Below B. Above C. Parallel D. None of these
17	When average cost curve is falling, then marginal cost curve	A. Remains below it B. Remains above it C. Remains parallel to it D. Is vertical
18	Nature of inter-relationship of average revenue and marginal revenue under perfect competition is	A. Average revenue remains more than marginal revenue B. Average revenue remains less than marginal revenue C. Marginal revenue remains less than average revenue D. Average revenue remains equal to marginal revenue
19	All the factors of production can be hired except.	A. Land B. Labour C. Capital D. Organization
20	Average cost curve is in short run	A. Negatively sloped B. U-shaped C. L-shaped D. Positively sloped