

Principles of Economics Icom Part 1 English Medium Chapter 8 Online Test

Sr	Questions	Answers Choice
1	When Ac is rising:	A. AC = MC B. MC > AC C. MC < AC D. Both (b) and (c)
2	Wages of temporary labourers are:	A. Fixed cost B. Marginal cost C. Total cost D. Variable cost
3	According to which economist, it is difficult to find marginal product of a factor of production	A. Marshall and pigou B. Adam Smith and Malthus C. Keynes D. Taussing and Davenport
4	Under monopoly the slopes of AR and MR are:	A. Zero B. Positive C. Negative D. None of three
5	Demand for factors of production is	A. Direct B. Derived C. Positive D. Negative
6	Long run average cost curve is:	A. Planning curve B. Envelope curve C. Flatter curve D. All of three
7	According to which theory every factor of production gets the reward of its services equal to its marginal product	A. Demand and supply theory B. Liquidity preference theory C. Marginal productivity theory D. Uncertainty theory
8	In short average cost curve is:	A. Saucer shaped B. Negative slope C. U shaped D. Flatter
9	All factors of production are variable in the:	A. Market period B. Long period C. Short period D. All of these
10	Fixed cost consists of:	A. Rent B. Salaries C. Interest D. All of them
11	Tendency of demand curve of a factor of production is	A. Positive B. Negative C. Zero D. Horizontal
12	Amount of money attained by selling marginal product is called	A. Average revenue product B. Marginal revenue product C. Total revenue product D. None of three
13	The rate change in total cost is:	A. TR B. MC C. MR D. TC
14	MC cuts AC at:	A. Maximum point B. Minimum point C. Increasing point D. Decreasing point
15	According to which economist, some factors are indivisible	A. Adam Smith B. Marshall C. Davenport D. Hobson

16	Firm's cost depends upon:	A. Revenue B. Supply C. Price D. Output
17	$TC = TFC +$:	A. MC B. AR C. TVC D. TAC
18	Marginal revenue product is the amount of money attained by selling	A. Average product B. Marginal product C. Total product D. None of these
19	Marginal productivity theory was presented by	A. Adam Smith and Malthus B. Marshall and J.B Clark C. Robbins and Keynes D. Pigou and Cannon
20	Wages of permanent labourers are:	A. Fixed cost B. Marginal cost C. Total cost D. Variable cost