

Economics Ics Part 1 English Medium Chapter 12 Online Test

Sr	Questions	Answers Choice
1	In the business world	<p>A. a firm working under perfect competition wants to become a monopoly</p> <p>B. a firm working under monopoly wants to become a competitive firm</p> <p>C. monopoly price is always higher than competitive price</p> <p>D. competitive price is always higher than monopoly price</p>
2	Different prices are charged from different customers of the same product. This is called.	<p>A. Short run price</p> <p>B. Price instability</p> <p>C. Price discrimination</p> <p>D. Long run price</p>
3	How many types of markets according to location	<p>A. 4</p> <p>B. 5</p> <p>C. 6</p> <p>D. 7</p>
4	Which is a condition for existence of monopoly	<p>A. big size</p> <p>B. identical product</p> <p>C. absence of government taxes</p> <p>D. no close substitute</p>
5	The supply curve of day to day market is.	<p>A. Touching the horizontal axis</p> <p>B. Touching the vertical axis</p> <p>C. Perfectly elastic</p> <p>D. Perfectly inelastic</p>
6	Different kinds of imperfect competition are.	<p>A. Monopoly</p> <p>B. Monopolistic competition</p> <p>C. Oligopoly</p> <p>D. All the three</p>
7	Marginal revenue is always less than price at all levels of output in	<p>A. perfect competition</p> <p>B. monopoly</p> <p>C. both A and B</p> <p>D. none of the above</p>
8	Product differentiation is a pre-condition of:	<p>A. Perfect competition</p> <p>B. Imperfect competition</p> <p>C. Monopoly</p> <p>D. Oligopoly</p>
9	Market is an area where :	<p>A. Products are sold</p> <p>B. Buyers and sellers come in contact with each other</p> <p>C. Price fluctuates</p> <p>D. Price remain constant</p>
10	Stock exchange is market where we can buy:	<p>A. Shares</p> <p>B. Foreign exchange</p> <p>C. Factors of production</p> <p>D. Consumer goods</p>
11	Buyers and sellers under perfect competition are.	<p>A. The same in number</p> <p>B. Large in number</p> <p>C. Small in number</p> <p>D. None of the above</p>
12	Malaysia enjoys monopoly on rubber, but which kind of monopoluit is.	<p>A. Natural monopoly</p> <p>B. Social monopoly</p> <p>C. Legal monopoly</p> <p>D. Implied monopoly</p>
13	How many types of markets according to time	<p>A. 3</p> <p>B. 4</p> <p>C. 5</p> <p>D. 6</p>
14	Extent of market mainly depends upon.	<p>A. Availability of means of transport and communication</p> <p>B. Nature of supply</p>

		C. Government restriction D. Perishable goods
15	Which of the following markets comes closest to perfect market	A. wheat market B. cigarette market C. cold drinks market D. stock market
16	Which is NOT true	A. perfect monopoly does not exist in real world B. perfect competition does not exist in real world C. every monopoly is evil D. every firm wants to reduce competition
17	The concept of perfect competition was introduced by.	A. Adam Smith B. Alfred Marshall C. Keynes D. Malthus
18	In case of monopoly	A. marginal revenue curve always slopes upward B. total revenue curve always slopes upward C. marginal revenue is always equal to average revenue D. marginal revenue is always less than average revenue
19	Which one of the following is a day to day market.	A. The market of perishable goods B. The market of refrigerators C. The market of stationary D. None of the three
20	Perfect competition is a situation of market, where there are very large number of firms selling the same commodity are called	A. Revenue curve under perfect competition B. Monopoly curve C. Total revenue curve D. None of these
21	A mechanism, or arrangement, which brings together buyers together buyers and sellers of particular goods or services are called	A. Market B. Revenue curve C. Contact D. None of these
22	Under perfect competition MR and AR curves	A. are the same B. are different C. intersect each other D. are parallel
23	The extent of market depends upon	A. Means of transport and communication B. Political instability C. Economics instability D. Trade restriction
24	Normal price is a price which prevails	A. In day to day market B. In domestic market C. In the long run market D. In a foreign market
25	Common market of SAARC countries will be called:	A. International market B. National market C. Regional market D. None of the three
26	A short period market is the market of.	A. Perishable goods B. Durable goods C. Consumer goods D. Capital goods
27	How many kinds of market?	A. 4 B. 5 C. 6 D. 7
28	A group of buyers and sellers that exchange a goods or services at a price are called	A. Market B. Commodity C. Place D. None of these
29	A monopoly market can be controlled by.	A. Fixing of the price by the government B. Administrative measures C. Introduction of substitutes D. Nationalisation
		A. price maker

30	A firm under perfect competition is	A. price maker B. price breaker C. price taker D. price shaker
31	Which of the following is one of the assumptions of perfect competition.	A. few buyers and few sellers B. many buyers and few sellers C. many buyers and many sellers D. all sellers and buyers are honest
32	Which of the following is <i>NOT</i> a characteristic of perfect competition?	A. free entry and exit of the firm B. demand curve of a firm is horizontal C. marginal revenue curve is horizontal D. individual firm can influence the price
33	The market of refrigerators in general is called:	A. Domestic market B. Local market C. International market D. National market
34	In case of perfect competition in the market	A. marginal revenue curve always slopes upward B. marginal revenue curve always slopes downward C. marginal revenue is always equal to average revenue D. marginal revenue is always less than to average revenue
35	When marginal revenue is zero, total revenue is	A. maximum B. minimum C. zero D. decreasing
36	The market of cars is.	A. International market B. Regional market C. Local market D. Domestic market
37	A monopolist is always interested and obtains.	A. Normal profit B. Subnormal profit C. Continues production even at loss D. Super normal profit
38	The major difference between perfect competition and monopolistic competition is	A. unity of firms B. differentiated product C. rate of profit D. free exit and entry
39	The kind of market is undesirable	A. general market B. specialized market C. local market D. monopoly market