

NAT I Commerce Economics

Sr	Questions	Answers Choice
1	According to law of diminishing marginal utility the marginal utility:	A. Increases B. Remains constant C. Diminishes D. Negative
2	In monopoly the number of firms is:	A. One B. Three C. Two D. Unlimited
3	Which economist presented the Cardinal Theory of Utility:	A. Marshall B. Canon C. Kroose D. J.B Say
4	What is deducted from GNP to find GDP.	A. Depreciation allowance B. Net income received from abroad C. Indirect tax D. Transfer payments
5	Inflation on prices:	A. Decrease B. Remains constant C. Increase D. Become zero
6	The other name of law of diminishing return is:	A. Law of supply B. Law of diminishing marginal utility C. Law of demand D. Law of increasing cost
7	Who is responsible for profit and loss in the business:	A. Capitalist B. Entrepreneur C. Labour D. Middleman
8	The methods of measuring elasticity of supply are:	A. Three B. Two C. Four D. Five
9	The economy gets prosperity during:	A. Recession B. Boom C. Depression D. Recovery
10	Phases of trade cycle are:	A. One B. Three C. Two D. Four
11	If total expenditure decreases with the rise in price elasticity of demand will be	A. Equal to unity B. Less than unity C. Greater than unity D. Equal to zero
12	How many methods can be used for cultivation	A. One B. Two C. Three D. Four
13	Reward for capital is called:	A. Rent B. Interest C. Wages D. Profit
14	National income does not include:	A. Profit B. Wages C. Interest D. Rent

		C. Interest D. Transfer payments
15	Canons of taxation describes	A. Marshall B. Keynes C. Robbins D. Adam Smith
16	Rent of building is included in:	A. Fixed cost B. Variable cost C. Marginal cost D. Selling cost
17	Who criticized Prof. Robbin's definition?	A. Marshall, J.B B. Beveridge C. Clark D. Pigeou
18	The supply of perishable goods is:	A. Fixed B. Variable C. Minor change D. Zero
19	What was the difficulty in the barter System:	A. Excess of goods B. Difference language C. Lack of co-incidence D. Difference in proffession
20	Macro Economics was introduced by:	A. Alfred Marshall B. J.M.Keynes C. N.W Senior D. J.B.Clark
21	Average revenue is equal to:	A. Price B. Marginal revenue C. Total revenue D. Average cost
22	International trade has the benefits	A. One B. Three C. Two D. Unlimited
23	Who presented the quantity theory of money:	A. Marshall B. Robbins C. Taussig D. Keynes
24	When national income is increases:	A. Standard of living increases B. Standard of living decreases C. Remains same D. Bad thing
25	Which Economists presented the law of diminishing marginal utility:	A. Robbins B. Malthus C. Adam Smith D. Marshall
26	The unity method of elasticity of demand was presented by:	A. Adam Smith B. Marshall C. J.R Hicks D. Pigeou
27	According to law of increasing return marginal product:	A. Increases B. Decreases C. Remains constant D. None of these
28	Ushr implies on:	A. Agricultural product B. Industrial product C. Agricultural & industrial product D. None of these
29	The supply of land is:	A. Infinity B. Fixed C. Variable D. Zero
30	The quality of a good which satisfies a human want is called as:	A. Service B. Cost C. Utility D. None
	During a year aggregate value of produced goods and services of a country is	A. Per-capita income B. Net national income

31	During a year aggregate value of produced goods and services of a country is called:	B. Net national income C. Personal income D. Gross national product
32	Income elasticity show the relationship between:	A. Income and demand B. Income and consumption C. Income and price D. Income and saving
33	Who wrote The Nature and Significance of Economics"	A. Adam smth B. Marshall C. Robbins D. Keynes
34	Inflation will be useful for:	A. Labourers B. Industrialist C. Consumers D. Pensioners
35	Consumer goods are those goods which are used by a man:	A. Directly B. Off and On C. Indirectly D. Never
36	Marginal cost curve always intersects average cost curve at:	A. The maximum point B. The central point C. The minimum point D. The vertical point
37	Due to devaluation exports become:	A. Smaller B. Larger C. Cheaper D. Expensive
38	Personal income includes:	A. Direct taxes B. Indirect taxes C. Undivided profit D. Both 2 nd and 3 rd
39	When price falls supply:	A. Expands B. Remains zero C. Contrasts D. Become fixed
40	Who is the writer of Wealth of Nation?	A. Marshall B. Adam Smith C. Robbins D. Keynes
41	Factors of production are:	A. One B. Three C. Two D. Four
42	Slope of demand curve is:	A. Negative B. Zero C. Positive D. Fixed
43	The shape of AR and MR under perfect competition is:	A. Vertical B. U-shape C. Horizontal to ox-axis D. None of these
44	It is a Federal Tax:	A. Excise duty B. Local tax C. Property tax D. None
45	In inflation prices:	A. Increase B. Do not change C. Decrease D. Become zero
46	The elasticity of demand of durable goods is:	A. Zero B. More than unity C. Less than unity D. Equal to unity
47	Personal income means:	A. Own income B. Family income C. Govt.income D. Old income
48	International trade has the benefits:	A. One B. Unlimited C. Two D. Three

49	The economy gets maximum prosperity during:	A. Recession B. Recovery C. Boom D. Depression
50	What remains after deduction of direct taxes from the personal income:	A. NNI B. DPI C. NDI D. GNP
51	The elasticity of demand of durable good is:	A. More than unity B. Equal to unity C. Less than unity D. Zero
52	The other name of law of decreasing return is:	A. Law of decreasing cost B. Law of increasing cost C. Law of constant cost D. Law of increasing returns
53	The quality of a commodity which satisfies the human wants:	A. Usefulness B. Loss C. Utility D. Return
54	Who described Economics as a science of wealth:	A. Pigou B. Adam Smith C. Robbins D. Marshall
55	Reward for labour is:	A. Interest B. Wages C. Profit D. Rent
56	National income period is	A. One year B. Three years C. Two years D. Four years