

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

Sr	Questions	Answers Choice
1	Which economist stated that utility is not measurable	A. Adam Smith B. Marshall C. Cannon D. Hicks
2	When marginal utility is positive, total utility:	A. Decreases B. Increases C. Zero D. All of them
3	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
4	Who said that utility cannot be measured	A. Adam smith B. Marshall C. Keynes D. Hicks
5	Human wants are:	A. Limited B. Unlimited C. Re-appear D. Both (b) and (c)
6	Total utility decreases when marginal utility is	A. Positive B. Negative C. Zero D. Maximum
7	Consumer's behaviour means:	A. Selection B. Purchase C. Sale D. Both (a) and (b)
8	Utility attained by all the units of a commodity consumed	A. Positive utility B. Negative utility C. Total utility D. Marginal utility
9	One of the following is non economic want:	A. Car B. Bike C. Fan D. Self respect
10	Utility attained by consuming an additional or last unit of a commodity	A. Positive utility B. Negative utility C. Zero utility D. Marginal utility
11	Slope of marginal utility curve is	A. Positive B. Negative C. Vertical D. Horizontal
12	When no satisfaction is attained by the consumption of a commodity, its marginal utility is	A. Zero B. Positive C. Negative D. Minimum
13	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
14	TU is maximum where MU of all goods is:	A. Minimum B. Maximum C. Negative D. Equal
		A. Law of diminishing marginal utility

15	To determine consumer's equilibrium, professor Marshall got help from the law	<p>B. Law of equi marginal utility C. Law of demand D. Law of constant return</p>
16	When total utility is decreasing, marginal utility is	<p>A. Zero B. Positive C. Negative D. Maximum</p>
17	First and basic law of consumption is	<p>A. Law of demand B. Law of decreasing return C. Law of supply D. Law of diminishing marginal utility</p>
18	When marginal utility is negative, then total utility	<p>A. Decreases B. Increases C. Does not change D. Becomes negative</p>
19	The price of non-economic want is always:	<p>A. Very high B. Very Low C. Negative D. Zero</p>
20	Other things remaining the same, marginal utility of a commodity diminishes with its continuous consumption. This law is called	<p>A. Law of diminishing marginal utility B. Law of equi marginal utility C. Law of demand D. Law of decreasing return</p>