

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

Sr	Questions	Answers Choice
1	When marginal utility is zero, then total utility is	A. Minimum B. Positive C. Maximum D. Zero
2	Utility attained by all the units of a commodity consumed	A. Positive utility B. Negative utility C. Total utility D. Marginal utility
3	Guides finance minister for levying tax on the income of the people	A. Law of demand B. Law of equi marginal utility C. Law of diminishing marginal utility D. Law of supply
4	Which law provides the base of law of demand	A. Law of supply B. Law of diminishing marginal utility C. Law of equi marginal utility D. Law of decreasing return
5	When marginal utility is negative, then total utility	A. Decreases B. Increases C. Does not change D. Becomes negative
6	When marginal utility is positive, total utility	A. Goes on decreasing B. Goes on increasing C. Does not change D. Is zero
7	Total utility decreases when marginal utility is	A. Positive B. Negative C. Zero D. Maximum
8	Consumer goods are those goods which the consumers consume	A. Directly B. Indirectly C. Sometimes D. Never
9	On which of the following law of diminishing marginal utility is applicable	A. Money and wealth B. Diamonds and jewels C. Goods of fashion D. Necessities of life
10	The name of first law of consumption is	A. Law of demand B. Law of diminishing marginal utility C. Law of equi marginal utility D. Law of supply
11	The power of a good or service to satisfy a human want is called:	A. Value B. Price C. Utility D. All of them
12	Want of a commodity is satisfied, when its marginal utility is	A. Positive B. Zero C. Negative D. Minimum
13	In mathematics, symbol for utility is used	A. U B. M C. X D. Y
14	Feature of a commodity to satisfy human want, is called	A. Value B. Usefulness C. Utility D. Wealth
15	The concept of utility is:	A. Subjective B. Moral C. Objective D. Neutral

16	Utility can not be measurable who has said	A. Marshall B. Hicks C. Pigue D. Adam Smith
17	When marginal utility is negative, total utility:	A. Decreases B. Increases C. Does not change D. Negative
18	Which law is applied when marginal utilities of all the purchased goods become equal to each other	A. Law of diminishing marginal utility B. Law of equi marginal utility C. Law of demand D. Law of increasing return
19	Initial utility of a product is:	A. Highest B. Lowest C. Constant D. All of these
20	After achieving point of Satiation the total utility starts	A. Rising B. Declining C. Remains constant D. None of these