

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

Sr	Questions	Answers Choice
1	Consumer goods are those goods which the consumers consume	A. Directly B. Indirectly C. Sometimes D. Never
2	First law of consumption is known as:	A. Law of supply B. Law of demand C. Law of diminishing marginal utility D. Law of equi marginal utility
3	When marginal utility is zero, then total utility is	A. Minimum B. Positive C. Maximum D. Zero
4	According to law of diminishing marginal utility, Utility of every new (Additional) unit of commodity	A. Increases B. Decreases C. Remains constant D. None of these
5	Economist who presented the first law of consumption	A. Marshall B. Adam smith C. Robbins D. Pigou
6	Law of equi-marginal utility is also known as:	A. Total utility maximizing law B. Law of substitution C. Law of indifference D. All of them
7	The price of non-economic want is always:	A. Very high B. Very Low C. Negative D. Zero
8	Marginal utility at the point of satiety is	A. Zero B. Positive C. Negative D. Initial
9	Other name of law of equi marginal utility is	A. Law of diminishing marginal utility B. Law of demand C. Law of constant return D. Law of indifference
10	Utility of a commodity is zero, when	A. Want is satisfied upto a certain extent B. Want is fully satisfied C. Utility is positive D. Want is not satisfied
11	Want of a commodity is satisfied, when its marginal utility is	A. Positive B. Zero C. Negative D. Minimum
12	The power of a good or service to satisfy a human want is called:	A. Value B. Price C. Utility D. All of them
13	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
14	Initial utility of a product is:	A. Highest B. Lowest C. Constant D. All of these
15	Consumer's equilibrium takes place at that point where:	A. MU is negative B. MU is positive C. TU is maximum D. MU is zero

		D. MU is maximum
16	Concept of law of diminishing marginal utility was presented by professor	A. Marshall B. Robbins C. Keynes D. Pigou
17	Total utility always:	A. Decreases B. 1st increases then decreases C. Maximum D. Negative
18	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
19	Consumer's behaviour means:	A. Selection B. Purchase C. Sale D. Both (a) and (b)
20	Capital goods are those which can satisfy human wants:	A. Directly B. Indirectly C. Proportionate D. None of these