

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

Sr	Questions	Answers Choice
1	Utility is related with	A. Usefulness B. Useless C. Necessities D. Desire
2	Law of diminishing marginal utility provides basis for:	A. Law of demand B. Law of equi marginal utility C. Law of supply D. Both (a) and (b)
3	When total utility is decreasing, marginal utility is	A. Zero B. Positive C. Negative D. Maximum
4	Who said that utility cannot be measured	A. Adam smith B. Marshall C. Keynes D. Hicks
5	In mathematics, symbol for utility is used	A. U B. M C. X D. Y
6	Human wants are:	A. Limited B. Unlimited C. Re-appear D. Both (b) and (c)
7	Consumer goods are those goods which the consumers consume	A. Directly B. Indirectly C. Sometimes D. Never
8	The concept of utility is:	A. Subjective B. Moral C. Objective D. Neutral
9	The decreasing part of TU curve shows:	A. MU is zero B. MU is negative C. MU is increasing D. MU is decreasing
10	Marginal utility at the point of satiety is	A. Zero B. Positive C. Negative D. Initial
11	Total utility decreases when marginal utility is	A. Positive B. Negative C. Zero D. Maximum
12	Feature of a commodity to satisfy human want, is called	A. Value B. Usefulness C. Utility D. Wealth
13	One of the following is not assumption of law of diminishing marginal utility	A. Same nature of the commodity B. Consumption of the commodity with intervals C. Suitable quantity of the commodity D. No change in consumers mental condition
14	Which economist did present, cardinal theory of utility	A. Marshall B. Karoos C. Cannon D. J.B. Say
15	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
16	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
17	Marginal utility always:	A. Decreases B. Increases C. Zero D. Negative
18	Want of a commodity is satisfied, when its marginal utility is	A. Positive B. Zero C. Negative D. Minimum
19	When marginal utility is zero, than total utility is:	A. Minimum B. Positive C. Maximum D. Zero
20	According to which economist, utility is measureable	A. Marshall B. Adam smith C. Robbins D. Keynes