

Principles of Economics Icom Part 1 English Medium Chapter 5 Online Test

Sr	Questions	Answers Choice
1	Supply is Fixed of:	A. Perishable goods B. Free goods C. Durable goods D. Substitute goods
2	Applied on agriculture immediately	A. Law of increasing return B. Law of substitution C. Law of decreasing return D. Law of decreasing cost
3	The production sector where human brain and intelligence plays more role there is applicable	A. Law of increasing return B. Law of constant return C. Law of decreasing return D. Law of increasing cost
4	Price of perishable goods is determined in:	A. Very short period B. Very long period C. Day to Day D. Both (a) and (c)
5	In the market period supply is:	A. Variable B. Fixed C. Zero D. Positive
6	When Demand > Supply it will be:	A. Shortage B. Less supply C. More demand D. Surplus
7	Change in total production is called	A. Marginal production B. Zero production C. Total production D. Average production
8	The sector of production, in which nature plays more role, there is applicable	A. Law of increasing return B. Law of constant return C. Law of decreasing return D. Law of decreasing cost
9	The second name of law of constant return is	A. Law of decreasing cost B. Law of increasing cost C. Law of cost D. Law of constant cost
10	According to classical economics, production process is under laws	A. Two B. Three C. Four D. Five
11	When marginal product remains positive, total product	A. Goes on decreasing B. Goes in increasing C. Becomes negative D. Does not change
12	Supply curve of perishable goods is:	A. Horizontal B. Vertical C. Infinite D. All of them
13	Supply of the one of the following is not fixed:	A. Vegetable B. Fruit C. Milk D. Motor bike
14	In a production process, when units of variable factors along with fixed factor of production are increased marginal cost goes on falling, this tendency in economics is called	A. Law of decreasing cost B. Law of increasing cost C. Law of constant cost D. Law of decreasing return
15	If in a production sector, along with the fixed factor of production, by increasing units of variable factors, marginal product remains constant, this tendency in economics is called	A. Law of increasing return B. Law of constant return C. Law of decreasing return D. Law of production

16	Laws of return are	A. Two B. Three C. Four D. Five
17	When demand and supply rise in equal proportion, the equilibrium price will:	A. Fall B. Rise C. Constant D. None of those
18	In a production process, when units of variable factors along with fixed factor of production are increased, marginal cost goes on rising, this tendency in economics is called	A. Law of decreasing cost B. Law of constant cost C. Law of increasing cost D. Law of increasing return
19	Total product decreases, when marginal product is	A. Positive B. Negative C. Zero D. None of these
20	Increasing marginal product shows the law	A. Law of increasing return B. Law of constant return C. Law of decreasing return D. Law of diminishing marginal utility