

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

Sr	Questions	Answers Choice
1	Laws of return are	A. Two B. Three C. Four D. Five
2	Change in total production is called	A. Marginal production B. Zero production C. Total production D. Average production
3	Supply is Fixed of:	A. Perishable goods B. Free goods C. Durable goods D. Substitute goods
4	When total product increases, marginal product	A. Is positive B. Is negative C. May be positive or negative D. Is zero
5	In law of decreasing return, marginal product	A. Increases B. Decreases C. Remains constant D. Does not change
6	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
7	Price of perishable goods is determined in:	A. Very short period B. Very long period C. Day to Day D. Both (a) and (c)
8	In production process, when units of variable factors along with fixed factor of production are increased, marginal product goes on failing, this tendency in economics is called	A. Law of decreasing return B. Law of increasing return C. Law of production D. Law of constant return
9	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
10	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
11	When total product decreases, marginal product	A. Is positive B. Is negative C. Is zero D. Is increasing
12	Under increasing return, the slope of marginal product curve is	A. Positive B. Negative C. Infinite D. Zero
13	The sector of production, in which nature and human beings play an equal role, there is applicable	A. Law of decreasing return B. Law of decreasing cost C. Law of increasing return D. Law of constant return
14	Total product decreases, when marginal product is	A. Positive B. Negative C. Zero D. None of these
15	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

16	The second name of law of decreasing return is	A. Law of increasing cost B. Law of constant cost C. Law of decreasing cost D. Law of cost
17	Supply curve of perishable goods is:	A. Horizontal B. Vertical C. Infinite D. All of them
18	Equilibrium price is determined in.	A. Perfect market B. Imperfect market C. Monopoly D. None of these
19	In production process when marginal product increases with the increase in units of variable factors along with fixed factor, this tendency in economics is called	A. Law of production B. Law of increasing return C. Law of decreasing return D. Law of constant return
20	Law of decreasing return is immediately applied on	A. Agriculture B. Trade C. Industry D. Construction
