

Principles of Economics Icom Part 1 English Medium Chapter 6 Online Test

Sr	Questions	Answers Choice
1	Under monopoly average revenue curve remains _____ the marginal revenue curve	A. Below B. Above C. Parallel to D. None of three
2	Which factor is helpful for earning more income ?	A. Land B. Labour C. Capital D. Organization
3	Short run cost curves are generally	A. flatter B. u shaped C. saucer shaped D. oval
4	What is the reward of Organization ?	A. Rent B. Wage C. Interest D. Profit
5	When average cost curve is falling, then marginal cost curve	A. Remains below it B. Remains above it C. Remains parallel to it D. Is vertical
6	Dividing total variable costs by the units of output, is attained	A. Average fixed cost B. Average variable cost C. Average cost D. Marginal cost
7	Which is the Demand Curve of a firm	A. Average Revenue Curve B. Marginal Revenue Curve C. Total Revenue Curve D. Average cost curve
8	Dividing total revenue by the sold units of output, is attained	A. Average revenue B. Marginal revenue C. Total revenue D. Average cost
9	Reward of capital is called	A. Rent B. Wage C. Interest D. Profit
10	The factor of production which is result of human struggle.	A. Land B. Labour C. Capital D. Organization
11	The slope of MR curve in monopoly is	A. Vertical B. Increasing C. Horizontal D. Negative
12	When a firm's average total cost is equal to price, then it is called as	A. Normal profit B. Abnormal profit C. Normal loss D. Abnormal loss
13	Which factor combines other three factors ?	A. Land B. Labour C. Capital D. Organization
14	One of the following is not land:	A. White house B. Sub continents C. Power house D. Both (a) and (b)
15	Dividing total fixed costs by the units of output, is attained	A. Average fixed cost B. Average variable cost C. Average cost D. Marginal cost

16	Slope of average revenue and marginal revenue curves under monopoly is	A. positive B. negative C. zero D. none of three
17	Nature of inter-relationship of average revenue and marginal revenue under perfect competition is	A. Average revenue remains more than marginal revenue B. Average revenue remains less than marginal revenue C. Marginal revenue remains less than average revenue D. Average revenue remains equal to marginal revenue
18	Average revenue is equal to	A. Price B. Total revenue C. Marginal revenue D. Average cost
19	When average cost increases, marginal cost is - - - - - average cost	A. Less than B. More than C. Equal to D. None of three
20	Total expenditures which a firm bear to produce a particular quantity of output	A. Fixed costs B. Variable costs C. Total costs D. Average fixed cost