

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

Sr	Questions	Answers Choice
1	What is the reward of Labour ?	A. Rent B. Wage C. Interest D. Profit
2	Which curve represents demand curve also	A. Marginal revenue B. Average revenue C. Total revenue D. Marginal cost
3	When average cost falls marginal cost is ----- average cost	A. More than B. Less than C. Equal to D. A and C
4	Which is the Demand Curve of a firm	A. Average Revenue Curve B. Marginal Revenue Curve C. Total Revenue Curve D. Average cost curve
5	The costs which a firm bear only in case of producing commodities	A. Fixed costs B. Variable costs C. Total costs D. Average fixed cost
6	Average cost curve is in short run	A. Negative sloped B. U-shaped C. L-shaped D. Positive sloped
7	Dividing total costs by the units of output is attained	A. Average fixed cost B. Average cost C. Average variable cost D. Marginal cost
8	The amount of money which a firm gets by selling a particular quantity of output, is called	A. Average revenue B. Marginal revenue C. Total revenue D. Fixed cost
9	The costs which the firm has to bear in every condition in the short period, are called	A. Total costs B. Fixed costs C. Variable costs D. Marginal costs
10	Demand curve of a monopolist has the shape	A. Falls from left to right B. Rises from left to right C. Remains below MR curve D. Remains parallel to ox-axis
11	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
12	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
13	All the factors production can be hired except.	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	The factor of production which is result of human struggle.	A. Land B. Labour C. Capital D. Organization

16	The kind of market, in which a single firm produces a single commodity which has no close substitute	A. Monopoly B. Duopoly C. Oligopoly D. Perfect competition
17	Marginal cost curve cuts average cost curve when average cost is	A. Maximum B. Minimum C. Increasing D. Decreasing
18	When production of a firm increases then total variable costs	A. Decrease B. Increase C. Remain constant D. Do not change
19	In the short period, fixed cost curve has the tendency	A. Parallel to ox-axis B. Parallel to oy-axis C. Positive D. Negative
20	How many kinds of costs are in the short period	A. Two B. Three C. Four D. Five