

## Principles of Economics Icom Part 1 English Medium Chapter 9 Online Test

Sr	Questions	Answers Choice
1	Firms earn abnormal profit when:	A. AR = AC B. AR &It AC C. AR > AC D. AC = AR
2	Equilibrium level of national income means that point where	A. Consumption = saving B. Consumption = investment C. Income = saving + investment D. Saving = Investment
3	Individuals of a country produce a certain quantity of goods and services using the resources of the country with the help of their capital, it is called national income this definition is presented by	A. Professor Marshall B. Professor Paul A Samuelson C. Professor Fisher D. Professor Pigou
4	Concept of equilibrium level of national income in comprehensive way was presented by	A. Professor keynes B. Professor Marshall C. Professor hicks D. Professor Lipsay
5	If MC=MR=AR=AC=P, then a firms gains:	A. Super profit B. Normal profit C. Normal loss D. Abnormal loss
6	To measure national income is used	A. Product method B. Incomes of the factor method C. Expenditure method D. All the three
7	Net national product is found by	A. Subtracting tax from gross national product B. Subtracting transfer payments form gross national product C. Subtracting depreciation allowance from gross national product D. Subtracting subsidies from gross national product
8	The term "Price Taker" is used in:	A. Perfect competition B. Oliogopoly C. Monopoly D. Monopsony
9	Individual income means	A. Total of incomes received from any means by the people B. Total of incomes of entrepreneurs of the country C. Income of a particular person D. Income of a family
10	Period in national income counting is	A. One year B. Two years C. Three years D. Four years
11	According to Pigou national income is that part of material wealth	A. Which can be stored easily B. Which can be measured by the scale of money C. Which have volume and surrounds D. Which is exported
12	Transfer payments are included in	A. Gross domestic income     B. National income     C. Disposable personal income     D. Personal income
13	Price discrimination policy refers to:	A. Single price B. Two prices C. Multiple prices D. None of these
		A. Direct taxes

14	Which thing should be added in net national product to get gross national product	B. Indirect taxes C. Depreciation allowance D. Subsidies
15	According to whom economist, National income is the name of the total of production of goods and services	A. Adam smith B. Marshall C. Fisher D. Pigou
16	Monopoly refers to:	A. Single buyer B. Single seller C. Single producer D. Both b and c
17	Which one of the following is not included in the methods of measuring national income	A. Method of total according to market prices B. Method of total of incomes C. Method of total of domestic necessities and desires D. Method of total expenditures
18	A firm suffers abnormal losse, when:	A. AC = AR B. AVC = AR C. AVC &It AR D. AVC > AR
19	A firm gains normat profit, where:	A. P=AC B. P>AC C. P <ac D. AC&gt;AR</ac 
20	are added in national income	A. Depreciation allowance     B. Subsidies     C. Indirect taxes     D. Direct taxes