

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

Sr	Questions	Answers Choice
1	Disposable personal income means	A. Total of incomes B. Income of an industry after fulfilling all the needs C. After paying personal taxes, income of the people who provide factors of production D. Save income of a person after the payment of the taxes
2	At shut down position:	A. AC = AR B. AVC = AR C. AVC > AR D. AVC > AR
3	To measure national income is used	A. Product method B. Incomes of the factor method C. Expenditure method D. All the three
4	The income which a person can use according to his will is called	A. Personal income B. Disposable personal income C. Net income D. Per capita income
5	Which is not counted in national income	A. Interests B. transfer payments C. Profits D. Rents
6	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
7	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
8	National income increases by	A. The increase in the quantity of capital goods B. The increase in the quantity of goods and services C. The increase in price of goods D. The increase in the income of entrepreneurs
9	Disposable personal income is equal to	A. Personal income + direct taxes B. Personal income + indirect taxes C. Personal income + direct and indirect taxes D. Personal income - direct taxes
10	Price discrimination policy refers to:	A. Single price B. Two prices C. Multiple prices D. None of these
11	Transfer payments are included in the income	A. National income B. Gross domestic product C. Personal income D. Disposable personal income
12	Because of increase in national income	A. Standard of living rises B. Standard of living falls C. No change occurs D. None of three
13	Equilibrium of national income is, when	A. S > 1 B. S = 1 C. S < 1 D. S and 1

14	Expenses of wears and tears of machinery are called	A. Productive expenses B. Non productive expenses C. Wages D. Depreciation expenses
15	Expenditures of repair of machines are called	A. Unproductive expenditures B. Productive expenditures C. Rewards D. Depreciation allowance
16	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
17	What remains after the deduction of direct tax from the personal income	A. NNP B. NNI C. DPI D. GNP
18	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
19	According to professor Ackley Gardener, amounts are included in national income	A. Wages B. Rents and interests C. Profits D. All the three
20	In the long run monopolist earns profit:	A. Normal B. Abnormal C. Super normal D. Both b and c