

NAT II Management Science Economy

Sr	Questions	Answers Choice
1	The elasticity of demand of durable goods is:	A. Zero B. More than unity C. Less than unity D. Equal to unity
2	The other name of law of diminishing return is:	A. Law of supply B. Law of diminishing marginal utility C. Law of demand D. Law of increasing cost
3	When price falls supply:	A. Expands B. Contracts C. Remains zero D. Becomes fixed
4	Average revenue is equal to:	A. Price B. Total revenue C. Marginal revenue D. Average cost
5	According to law of increasing return, marginal product:	A. Increases B. Decreases C. Remains constant D. None of these