Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	When price of a commodity decreases but its demand does not change, this situation is called	A. Constant demand B. Fall of demand C. Rise of demand D. Extension of demand
2	When marginal utility is zero, then total utility is	A. Minimum B. Positive C. Maximum D. Zero
3	Demand for the goods which have different uses, is	A. More elastic B. Less elastic C. Infinity D. Zero elastic
4	In which phase of a trade cycle national product, wages, prices and profits reach at their peak	A. Recovery B. Boom C. Recession D. Depression
5	The main source of the public revenue is	A. Fee B. Tax C. Fines D. Gifts and aid
6	The money whose face value is greater than its intrinsic value, is called	A. Standard metallic money B. Paper money C. Token money D. Near money
7	One of the following is not included in the characteristics of land	A. Land is a gift of nature B. All the pieces of land are not equal infertility C. Productive capacity of land is limited D. Supply of land is unlimited
8	Under monopoly average revenue curve remains _____ the marginal revenue curve	A. Below B. Above C. Parallel to D. None of three
9	To derive economic laws deductive method was adopted by	A. Classical school of thought B. Neo classical school of thought C. Historical school of thought D. Modern school of thought
10	Are included in welfare economist	A. Ricardo and J.S. Mill B. Robbins and Keynes C. Cannon and Pigou D. Malthus and Keynes
11	Marginal utility at the point of satiety is	A. Zero B. Positive C. Negative D. Initial
12	Objective of a rational consumer is	A. To save maximum amount from his limited income B. To buy goods at minimum price C. Best choice from existing economic goods D. To attain maximum utility from the spent amount
13	During depression, increases	A. Unemployment B. Employment C. Profit D. Production
14	Methods to derive economic laws:	A. One B. Two C. Three D. Four

15	How many are kinds of theoretical economics	A. Two B. Three C. Four D. Five
16	When total utility is decreasing, marginal utility is	A. Zero B. Positive C. Negative D. Maximum
17	Which kind of budget is better during the situation of deflation	A. Deficit budget B. Surplus budget C. Balanced budget D. National budget
18	According to classical economics, production process is under laws	A. Two B. Three C. Four D. Five
19	Elasticity of demand for the commodities which have substitutes, is	A. More elastic B. Less elastic C. Infinite D. Zero
20	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