

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Economy gets prosperity during	A. Recession B. Depression C. Boom D. Recovery
2	Economist who presented the first law of consumption	A. Marshall B. Adam smith C. Robbins D. Pigou
3	Which one of the following is included in balance of trade	A. Visible goods B. Invisible goods C. Visible & invisible goods D. All the three
4	Applied on agriculture immediately	A. Law of increasing return B. Law of substitution C. Law of decreasing return D. Law of decreasing cost
5	Due to rise in demand, demand curve shifts to	A. Right B. Left C. Both sides D. None of these
6	Regarding time element, the normal price has types	A. One B. Two C. Three D. Four
7	Equilibrium price is determined where:	A. $D = S$ B. $D > S$ C. $D < S$ D. Both (b) and (c)
8	When the price of a commodity increases but its demand does not change, this situation is called	A. Constant demand B. Fall of demand C. Rise of demand D. Contraction of demand
9	Economics is a science:	A. Political B. Spiritual C. Social D. Scientific
10	The budget period in public finance is	A. six months B. one year C. two years D. five 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	In which punishment is not applicable for the disobedience, the laws are	A. Moral laws B. Laws of state C. Political laws D. Economic laws
13	Total utility is maximum when marginal utility is	A. Positive B. Negative C. Zero D. Minimum
14	When total product is maximum, marginal product	A. Is positive B. Is negative C. Is zero D. Is decreasing
15	If income of government is less than its expenditures, then it is a	A. Surplus budget B. Deficit budget C. Development budget

D. Balanced budget

16	One of the following is not fiscal measure to control inflation	A. Decrease in public expenditures B. Increase in taxes C. Encouragement of savings D. Increase in investment
17	Who did write the book named "Principles of Economics" was written	A. Adam smith B. Marshall C. Robbins D. Cannon
18	Who is called founder of modern school of thought	A. Robbins B. Cannon C. Keynes D. Malthus
19	Increasing function of price is	A. Demand B. Supply C. Utility D. Consumption
20	Who did write the book named "General theory of employment, interest and money	A. Robbins B. Pigou C. Keynes D. Cannon