

Principles of Economics Icom Part 1 English Medium Online Test

| Sr | Questions | Answers Choice |
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| 1 | If the face value of a coin is equal to the value of metal used in: | A. Legal money B. Token money C. Standard money D. Both b and c |
| 2 | Elasticity of demand for the commodities which have substitutes, is | A. More elastic B. Less elastic C. Infinite D. Zero |
| 3 | In economics, every mental or physical struggle undertaken for reward, is called | A. Land B. Labour C. Capital D. Organization |
| 4 | If there are large number of firms in some particular industry, then situation is called | A. Perfect competition B. Imperfect competition C. Monopoly D. Monopolistic competition |
| 5 | According to classical theory of international trade, a country imports those goods from the other country which | A. Are durable B. Are standardised C. Are produced comparatively at high cost D. Are not produced in that country |
| 6 | When total production is maximum, marginal product is: | A. Positive B. Negative C. Zero D. Infinite |
| 7 | Which one is immobile factor ? | A. Land B. Labour C. Capital D. Organization |
| 8 | When average product increase, marginal product | A. Decreases B. Is zero C. Is negative D. Also increases |
| 9 | The main cause of using the Cheque as money is | A. They are proved as receipt B. Most of the people accept them C. Protection of money D. Easy in transportation |
| 10 | Supply of goods depends upon | A. Price B. Income C. Price and income D. Utility |
| 11 | Which one is not studied in micro economic | A. National income B. Consumer behavior C. Market equilibrium D. Firm's equilibrium |
| 12 | Quantity of a commodity which the consumers are ready to purchase at a particular price, is called | A. Demand B. Supply C. Stock D. Demand and supply |
| 13 | The budget period in public finance is | A. six months B. one year C. two years D. five years |
| 14 | At last, indirect tax is paid by | A. Shopkeeper B. Entrepreneur C. Customer D. Whole-seller |
| 15 | Difficulties in barter system: | A. Lack of double coincidence of wants B. Lack of storing value |

C. Lack of common measure of value
D. All of these

16 If the total expenditure of the consumer decreases due to decrease in price, then nature of elasticity of demand will be

- A. Equal to unity
- B. Less than unity
- C. More than unity
- D. Elasticity of demand = zero

17 Kinds of public expenditures are

- A. Two
- B. Three
- C. Four
- D. Five

18 Comparative cost theory was presented by

- A. Marshall
- B. Ricardo
- C. Hecksher
- D. Ohlin

19 One of the following is not substitute good:

- A. Mobile and charger
- B. Petrol and CNG
- C. Burger and Shawarma
- D. Both b & c

20 Who said that economics is science of wealth

- A. Adam smith
- B. Robbins
- C. Marshall
- D. Pigou