

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Unit of account money in Pakistan is	A. Rial B. Rupee C. Dollar D. Pound
2	The interaction of multiplier and accelerator is known as:	A. Innovation theory B. Modern theory C. Psychological theory D. Over investment theory
3	Which law is applied when marginal utilities of all the purchased goods become equal to each other	A. Law of diminishing marginal utility B. Law of equi marginal utility C. Law of demand D. Law of increasing return
4	Dividing total fixed costs by the units of output, is attained	A. Average fixed cost B. Average variable cost C. Average cost D. Marginal cost
5	Demand for the goods which have different uses, is	A. More elastic B. Less elastic C. Infinity D. Zero elastic
6	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
7	According to law of supply which factor changes the supply	A. cost of production B. price C. climatic conditions D. level of income
8	International Monetary fund is	A. Local B. Regional C. National D. International
9	The non-material activities which have the ability to satisfy human wants indirectly, are called	A. Goods B. Services C. Satisfaction D. None of the three
10	Study of small units of the economy is known as:	A. Micro economics B. Macro economics C. Applied economics D. All of them
11	Economics is a science	A. Political B. Spiritual C. Social D. Scientific
12	Cause of movement along the supply curve is	A. Change in price B. Other factors C. Change in tax D. Change in income
13	Because of increase in national income	A. Standard of living rises B. Standard of living falls C. No change occurs D. None of three
14	One of the following is not included in the methods of removing deficit in balance of payments of a country	A. Increase in exports B. Increase in imports C. Devaluation of currency D. Decrease in the quantity of money
15	If supply does not change, then due to fall of demand	A. Equilibrium price decreases B. Equilibrium price increases C. Equilibrium price does not change D. Equilibrium quantity increases

16	If the ratio of change in demand is equal to the ratio of change in price, elasticity of demand will be	A. More than unity B. Less than unity C. Equal to unity D. Infinite
17	One of the following is not included in labour	A. Teaching of a teacher in a school B. Working of a clerk in an office C. To follow a case by a lawyer D. To look after the child by his mother
18	Oligopoly means:	A. Single seller B. Two seller C. Multiple sellers D. Multiple buyers
19	"Principles of Economics" was written by.	A. Adam smith B. Marshall C. Robbins D. Canon
20	One of the following is not the difficulty of the barter system	A. Indivisibility of goods B. Lack of common measure of value C. Double coincidence of wants D. Lack of store of value