

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
SI	Questions	
1	Deductive method of deriving economic laws	A. We move from general conditions to particular conditions B. We move from particular conditions to general conditions C. Stated in general way D. Different incidents are kept in view
2	According to law of demand, when price of a commodity decreases, then demand curve	A. Moves from left to right upward B. Moves from left to right downward C. Moves vertically D. Moves horizontally
3	Under monopoly, the slope of MR curve is:	A. Twice the slope of AR curve B. Less than the slope of AR curve C. Greater than the slope of AR curve D. Half the slope of AR curve
4	If price of a commodity constant but its supply increases or price decreases but supply remains constant, it is called	A. Rise of supply B. Fall of supply C. Extension of supply D. Contraction of supply
5	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
6	What type of nature of Zakat is	A. Fixed B. Non fixed C. Elastic D. Changes along with the change in income
7	Reserve price of a commodity is that price	A. Which is more than the cost of production of the seller B. At which the seller sells his commodity to the market C. Which is equal to the cost of production of the seller D. Below which the seller is not ready to sell his commodity
8	When production of a firm increases then total variable costs	A. Decrease B. Increase C. Remain constant D. Do not change
9	Which one is immobile factor ?	A. Land B. Labour C. Capital D. Organization
10	Who did criticise the definition of Robbins	A. Marshall B. J.B. Clark C. Beveridge D. Pigou
11	If income of the government is more than its expenditures, such budget is called	A. Surplus budget B. Deficit budget C. Balanced budget D. Capital budget
12	Which thing of the following should be subtracted from gross national product to get net national product	A. Direct taxes B. Indirect taxes C. Depreciation allowance D. Income received from foreign country
13	Who did give economics the status of positive science	A. Marshall B. Robbins C. Cannon D. Pareto

If demand does not change, then due to rise of supply	A. Equilibrium price increases B. Equilibrium price decreases C. Equilibrium price does not change D. Equilibrium quantity decreases
When marginal utility is negative, total utility:	A. Decreases B. Increases C. Does not change D. Negative
Cheque is which kind of money:	A. Credit money B. Paper money C. Standard money D. Legal money
Supply of goods depends on	A. price B. income C. income and price D. utility
When marginal utility is positive, total utility	A. Goes on decreasing B. Goes on increasing C. Does not change D. Is zero
Other name of law of equi marginal utility is	A. Law of diminishing marginal utility B. Law of demand C. Law of constant return D. Law of indifference
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
	When marginal utility is negative, total utility: Cheque is which kind of money: Supply of goods depends on When marginal utility is positive, total utility Other name of law of equi marginal utility is