Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Which is the Demand Curve of a frim	A. Average Revenue Curve B. Marginal Revenue Curve C. Total Revenue Curve D. Average cost curve
2	When a firm earns abnormal profit in the short run, then its	A. MC=MR=AR=AC all are equal B. MC=MR=AR while AC is less C. MC=MR=AR while AC is more D. MC=MR=AR while AV is sometimes equal to them and sometimes less than tham
3	A monopolistic firm has control of	A. Whole market supply by one firm B. Whole market supply by two firms C. Whole market supply by a few firms D. None of these
4	Under monopoly, number of firms is	A. Large B. Few C. One D. Two
5	What remains after the deduction of direct tax from the personal income	A. NNP B. NNI C. DPI D. GNP
6	To increase profit a firm minimizes	A. Revenues B. Costs C. Demand D. Supply
7	According to which economist, it is difficult to find marginal product of a factor of production	A. Marshall and pigou B. Adam Smith and Malthus C. Keynes D. Taussing and Davenport
8	One of the following is not the monetary measure to control inflation	A. Increase in bank rate B. Open market operation C. Increase in the ratio of reserve capital of the banks D. Increase in taxes
9	In macro economics, what kind of problems can be discussed	A. International trade B. Consumers behavior C. Problems of a firm D. Determination of price
10	The expected rate of profit from a business is known as:	A. Multiplier B. Accelerator C. Marginal efficiency of capital D. Both a and b
11	Payment of zakat is compulsory for ---------- living in Islamic Country	A. Every person B. Every Muslim C. Only Poor Muslim D. Only Sahib-e-Nisab Muslim
12	Theory of sun-spot was presented by	A. Prof Jevons and Henry L, Moor B. Prof Pigou and begehot C. Prof Hobson D. Prof Cassel
13	If the ratio of change in demand is less than the ratio of change in price, elasticity of demand will be	A. More than unity B. Less than unity C. Equal to unity D. Zero
14	When average cost increases, marginal cost is - - - - - - average cost	A. Less than B. More than C. Equal to D. None of three

15	The slope of MR curve in monopoly is	A. Vertical B. Increasing C. Horizontal D. Negative
16	If supply increase due to increase in price, it is called	A. Extension of supply B. Contraction of supply C. Rise of supply D. Fall of supply
17	The period in which an economy comes back from prosperity to depression is called	A. Recovery B. Recession C. Boom D. Depression
18	Who said that utility cannot be measured	A. Adam smith B. Marshall C. Keynes D. Hicks
19	Net foreign income is	A. Exports - imports B. Exports + imports C. Income received by exports D. Income received by imports
20	The concept of utility is:	A. Subjective B. Moral C. Objective D. Neutral