

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Total number of canons of taxation stated by different economists is	A. Seven B. Nine C. Eleven D. Twelve
2	The tax which is levied on the sale of goods is called	A. Income tax B. Property tax C. Gift tax D. Sales tax
3	Quantity of a commodity which is offered for sale in a market is called:	A. Trade B. Supply C. Demand D. Stock
4	Which laws are framed by parliament	A. State laws B. Moral laws C. Economic laws D. Scientific laws
5	Who did write the book named "An enquiry into the nature and causes of the wealth of nations"	A. Adam smith B. Marshall C. Robbins D. Canon
6	If 30% change in supply in response to 50% change in price then:	A. Es = 0 B. Es = 1 C. Es > 1 D. Es < 1
7	Fixed costs are those costs of production which	A. Rise with quantity of output B. Do not change with any amount of production C. Decline with rising production D. None of these
8	Who said that economics is positive science	A. Adam Smith B. Marshall C. Robbins D. Keynes
9	Marshall belonged to the country	A. America B. England C. France D. Japan
10	In Macro economies the vital role is played by:	A. Marshall B. J.R.Hicks C. Robbins D. Keynes
11	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
12	Net foreign income is	A. Exports - imports B. Exports + imports C. Income received by exports D. Income received by imports
13	Change in total production is called	A. Marginal production B. Zero production C. Total production D. Average production
14	If we multiply margina product with price we get:	A. MFC B. MRP C. TVC D. Both a and b
15	The science in which conditions and incidents are checked from a particular point of view, is called	A. Positive science B. Normative science C. Social science D. All of these

		D. All of three
16	The amount of money which a firm gets by selling a particular quantity of output, is called	A. Average revenue B. Marginal revenue C. Total revenue D. Fixed cost
17	national income is found by	A. Subtracting depreciation allowance from gross national product B. Subtracting indirect taxes from net national product C. Adding subsidies in net national product D. Subtracting indirect taxes and adding subsidies in net national product
18	Average cost curve is in short run	A. Negative sloped B. U-shaped C. L-shaped D. Positive sloped
19	Under perfect competition in the long run a firm	A. Always earns abnormal profit B. Always earns normal profit C. Usually earns abnormal profit D. Usually faces loss
20	Adam Smith belongs to:	A. Poland B. Scotland C. Ireland D. Holland