

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The shape of average cost curve in the short period is	A. Vertical B. Horizontal C. Positively sloping D. Like English alphabet U
2	Who said that you can not become good citizen if you have no economist with you	A. Marshall B. Pigou C. Keynes D. Voton
3	Mental or physical work undertaken for reward by human being is called	A. Land B. Labour C. Capital D. Organization
4	Which is not studied in macro economics ?	A. National income B. Money and banking C. Consumer's behavior D. Public finance
5	Economist who presented the first law of consumption	A. Marshall B. Adam smith C. Robbins D. Pigou
6	When demand for a commodity changes due to the change in price of some other commodity, it is called	A. Point elasticity B. Arc elasticity C. income elasticity D. cross elasticity
7	Are included in welfare economist	A. Ricardo and J.S. Mill B. Robbins and Keynes C. Cannon and Pigou D. Malthus and Keynes
8	One of the following is not called land	A. Rain B. Mountain C. Forests D. Mangla Dam
9	Laws which reflect religion of society	A. Economic laws B. State laws C. Scientific laws D. Moral laws
10	Exchange of goods with goods is called	A. Medium of exchange B. Store of exchange C. Scale of measure of exchange D. Barter system
11	Supply curve of perishable goods is:	A. Horizontal B. Vertical C. Infinite D. All of them
12	Price and demand has a relationship:	A. Negative B. Positive C. Functional D. Both a & D. Both a & A. B.
13	During the phase of recession prices of goods	A. Start rising B. Start falling C. are highest D. are lowest
14	If the rate of change in price and quantity demand is in equal ratio, then Elasticity of demand is:	A. Equal to zero B. Equal to one C. Smaller than one D. Greater than one
15	Under monopoly average revenue curve remains the marginal revenue curve	A. Below B. Above C. Parallel D. None of these

16	Under perfect competition average revenue is always marginal revenue	A. Equal to B. Less than C. More than D. None of three
17	If same amount of good is supplied at higher price, it is called	A. Expansion of supply B. Contraction of supply C. Fall in supply D. Rise in supply
18	Monopoly is opposite to	A. Perfect competition B. Imperfect competition C. Perfect competition and imperfect competition both D. Oligopoly
19	The additional cost which a firm has to bear in order to produce additional unit of output, are called	A. Average cost B. Marginal cost C. Fixed costs D. Variable costs
20	When average product is maximum, marginal product is	A. Equal to average product B. More than average product C. Less than average product D. Zero