

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Law of decreasing return is immediately applied on	A. Agriculture B. Trade C. Industry D. Construction
2	Who did write the book named "General theory of employment, interest and money	A. Robbins B. Pigou C. Keynes D. Cannon
3	Which statement is called subject matter of economics	A. Problems of working individuals and their solution B. Planning of increase in production C. Unlimited wants and limited means D. Solution of problems of the individuals living away from the society
4	Intersection of demand and supply curve is called	A. Equilibrium of firm B. Equilibrium of demand C. Equilibrium of supply D. Equilibrium point
5	Comparative cost theory was presented by	A. Marshall B. Ricardo C. Hecksher D. Ohlin
6	Which laws are framed by parliament	A. State laws B. Moral laws C. Economic laws D. Scientific laws
7	Demand for the commodities whose use can be postponed is	A. Less elastic B. More elastic C. Perfectly inelastic D. infinitely elastic
8	Equilibrium price is determined in.	A. Perfect market B. Imperfect market C. Monopoly D. None of these
9	Writing of the same behavior of the people in particular arrangement and words is called	A. Normative science B. Positive science C. Economic law D. Scientific law
10	Equilibrium level of national income means that point where	A. Consumption = saving B. Consumption = investment C. Income = saving + investment D. Saving = Investment
11	Supply of goods depends on	A. price B. income C. income and price D. utility
12	When marginal product is zero, total product is	A. Maximum B. Minimum C. Negative D. Zero
13	Quantity of a commodity which a person is ready to purchase at a particular price, is called	A. Individual demand B. Market demand C. Supply D. Market Supply
14	Psychological theory of trade cycles is presented by	A. Prof Jevons B. Prof Pigou and Bagehot C. Prof Keynes D. Prof Hawtrey
		A. Perfectly elastic

15	Demand for basic necessities of life is:	B. Less elastic C. Perfectly inelastic D. More elastic
16	Theory of sun-spot was presented by	A. Prof Jevons and Henry L, Moor B. Prof Pigou and begehote C. Prof Hobson D. Prof Cassel
17	When general price level increases due to increase in aggregate demand, it is known as?	A. Stagflation B. Hyper inflation C. Demand pull inflation D. Cost push inflation
18	Monopolist firm in the long run	A. Always faces loss B. Usually faces loss C. Usually earns normal profit D. Always earns abnormal profit
19	Which is not counted in national income	A. Interests B. transfer payments C. Profits D. Rents
20	Who said that economics is science of wealth	A. Adam smith B. Robbins C. Marshall D. Pigou