

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The costs which the firm has to bear in every condition in the short period, are called	A. Total costs B. Fixed costs C. Variable costs D. Marginal costs
2	"The study of nature and principles of government expenditures and revenue is called public finance" This definition is stated by	A. Bastable B. Armitage Smith C. Ricardo D. Robbins
3	Surplus budget for the government is considered	A. Useful B. Harmful C. Useful & D. None of three
4	Comparative cost theory is also called	A. Theory of comparison cost B. Theory of specialization of cost C. Theory of balanced cost D. Theory of specialization of production
5	Which laws are conditional	A. State B. Economic C. Scientific D. Moral
6	Law of equi-marginal utility is also known as:	A. Total utility maximizing law B. Law of substitution C. Law of indifference D. All of them
7	Quantity theory of money was introduced by:	A. Fisher B. Marshall C. Crowther D. J.S Mill
8	Which one of the following is included in balance of trade	A. Visible goods B. Invisible goods C. Visible & D. All the three
9	When supply changes due to other factors besides price, it is called	A. Rise of supply B. Fall of supply C. Rise and fall of supply D. Extension and contraction of supply
10	Under perfect competition:	A. AR > MR B. AR < MR C. AR = MR D. All of three
11	Elasticity of demand for luxuries is	A. Equal to unity B. More than unity C. Less than unity D. Zero
12	If price decreases but supply remains constant, it is called:	A. Fall in supply B. Contraction in supply C. Expansion in supply D. Rise in supply
13	Marginal utility at the point of satiety is	A. Zero B. Positive C. Negative D. Initial
14	If total expenditure of the consumer decreases due to increase in price, then nature of elasticity of demand will be	A. Equal to unity B. Less than unity C. More than unity D. Elasticity of demand = zero
15	Which economist did present the concept of macro economics	A. Adam Smith B. Marshall C. Pigou

	D. Keynes
When demand and supply rise equally then equilibrium price	A. isles B. is more C. Remains the source D. Zero
Annual rate of Zakat on cash and trading goods is	A. 2.0% B. 2,5% C. 3.0% D. 3.5%
Which law is applicable when human and natural forces are balance?	A. Increasing cost B. Constant cost C. Diminishing cost D. Both (a) and (c)
Unity method to measure elasticity of demand was presented by	A. Adam smith B. Robbins C. Marshall D. Keynes
The money whose face value and intrinsic value are equal, is called	A. Token money B. Standard money C. Paper money D. Credit money
	Annual rate of Zakat on cash and trading goods is Which law is applicable when human and natural forces are balance? Unity method to measure elasticity of demand was presented by