Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	A system where the goods are exchange with goods is known as:	A. Monetary system B. Barter System C. Coins system D. Goods system
2	Other tern used for demand for factor is:	A. Initial demand B. derived demand C. Direct demand D. Cross demand
3	If income of government is more than its expenditures, then it is a	A. Surplus budget B. Deficit budget C. Development budget D. Balanced budget
4	Because of increase in national income	A. Standard of living rises B. Standard of living falls C. No change occurs D. None of three
5	Law of decreasing return is immediately applied on	A. Agriculture B. Trade C. Industry D. Construction
6	Laws of return are	A. Two B. Three C. Four D. Five
7	After subtracting depreciation allowance from gross national product is known	A. National income B. Net national product C. Personal income D. Gross domestic product
8	Which one of the following was the difficulty of barter system	A. Abundance of goods B. Lack of double coincidence of wants C. Difference of language D. difference of occupations
9	According to which economist, duration of a trade cycle is 9 to 10 years	A. Prof Kitchen B. Prof Jugglar C. Prof Pigou D. Prof Kondratieff
10	Additional amount of money which a firm gets by selling an additional unit of output is called	A. Average revenue B. Marginal revenue C. Total revenue D. Revenue
11	Id demand changes by less than 10% due to 10% change in price, then elasticity of demand is called	A. Equal to unity B. More than unity C. Less than unity D. Infinite
12	In the long run monopolist earns profit:	A. Normal B. Abnormal C. Super normal D. Both b and c
13	The number of laws of cost are	A. One B. Two C. Three D. Four
14	Initial utility of a product is:	A. Highest B. Lowest C. Constant D. All of these
		A. Subtracting tax from gross national product B. Subtracting transfer payments

15	Net national product is found by	form gross national product C. Subtracting depreciation allowance from gross national product D. Subtracting subsidies from gross national product
16	Perfectly inelastic supply curve is:	A. Vertical B. Rise upward C. Horizontal D. Fall downward
17	Mental or physical work undertaken for reward by human being is called	A. Land B. Labour C. Capital D. Organization
18	When average cost increases, marginal cost is - - - - - - average cost	A. Less than B. More than C. Equal to D. None of three
19	Marginal revenue product is the amount of money attained by selling:	A. Average product B. Marginal product C. Total product D. Total cost
20	Applied on agriculture immediately	A. Law of increasing return B. Law of substitution C. Law of decreasing return D. Law of decreasing cost