

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Propounder of economics was	A. Robbins B. Marshall C. Adam smith D. Keynes
2	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
3	Desire + Purchasing power is equal to:	A. Demand B. Supply C. Income D. Utility
4	"Anything which is generally accepted as a medium of exchange and also performs the functions of standard of value and a store of value is money" This definition of money is stated by	A. Prof Walker B. Prof Marshall C. Prof Crowther D. Prof Pigou
5	Non elastic demand curve is	A. positive B. negative C. vertical D. horizontal
6	Some inferior goods having expensive substitutes are known as:	A. Economic goods B. Giffen goods C. Non-economic goods D. Free goods
7	Cheque is which kind of money:	A. Credit money B. Paper money C. Standard money D. Legal money
8	If a person does not pay the amount of the tax from his own pocked on whom it is levied rather shifts its barden on some other person, then it is called	A. Direct tax B. Indirect tax C. Proportional tax D. Progressive tax
9	Demand curve of a monopolist has the shape	A. Falls from left to right B. Rises from left to right C. Remains below MR curve D. Remains parallel to ox-axis
10	Economics is concerned with the attainment of material requisites	A. Robbins B. Marshall C. Pareto D. Senior
11	When marginal utility is negative, total utility:	A. Decreases B. Increases C. Does not change D. Negative
12	Usually market price is normal price	A. Equal to B. Less than C. More than D. None of these
13	National income is measured for:	A. One year B. Two years C. Three years D. Four years
14	Modern theory of trade cycles is presented by	A. Prof Schumpeter B. Prof Keynes C. Prof Hawtrey D. Prof Hicks and Samuelson
15	Total product decreases, when marginal product is	A. Positive B. Negative C. Zero D. None of these

16	Quickly destroyable goods are called	A. Superior goods B. Inferior goods C. Perishable goods D. Giffen godds
17	If elasticity of supply is less than unity then extending supply curve downward, it passes through or crosses	A. y-axis B. x-axis C. Point of origin D. Becomes vertical
18	Innovation theory is presented by	A. Prof Kegnes B. Prof Schumpeter C. Prof Hicks D. Prof Foster
19	If supply increase due to increase in price, it is called	A. Extension of supply B. Contraction of supply C. Rise of supply D. Fall of supply
20	Economic law are made by:	A. Govt. B. Courts C. Parliament D. Behaviour of the people